

METHOD FOR TRADING WITH THE OVERNIGHT CHART

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METHOD FOR TRADING WITH THE OVERNIGHT CHART
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The Overnight Chart and the method for operating it is purely mechanical. You use no judgment but simply follow rules and reverse your position when the Overnight Chart indicates it. If you buy and sell and use stop loss orders according to rules, this Method will make a large amount of profits over a long period of time.

The Overnight Chart is taken from the daily high and low chart and the rule for keeping it is as follows:

As long as a stock makes higher bottoms each day, you move the Overnight Chart up, but the first day it makes $\frac{1}{2}$ point or more under a previous day's bottom, you move the Overnight Chart down to this level, but always recording the highest top reached before the Overnight Chart turns. Then as long as the Overnight Chart makes lower bottoms, you continue to move it down. Should it make a higher bottom and a lower top the same day, you would move it up to the top of that day because the Overnight Chart is based on bottoms. When there is a wide swing and the market runs up early in the day and makes a higher top than the previous day and then runs down later in the day and makes a lower bottom, you first move your chart up to the top, or highest point reached during the day, and then bring it down to the lowest level. Then suppose next day it makes a higher bottom, you move it up to the top of that day.

You can use the Resistance Levels in connection with the Overnight Chart, but the only rule that I use in connection with the trading record on U. S. Steel, which will follow, is the half-way point, taking extreme low and extreme high of the last move and dividing it by two to get the gravity center or half-way point. Then buy or sell when this point is reached and protect it with a 1 point stop loss order. The other trading indications are according to the Overnight Chart.

When a stock reaches a new high where you have 2 Resistance Levels between a previous high and a previous low, you simply follow the Overnight Chart and reverse position when the rule indicates it.

You should watch the daily highs and lows on your daily chart around Permanent Resistance Levels as they will help you to determine a change in the major or minor trend on the Overnight Chart.

RULE I: Buy or sell on double or triple tops or bottoms with a stop-loss order 1 point above the top or 1 point under the bottom. This is the rule that I use. However, many times you will make more money if you use a 3-point stop loss order but by using a 1-point stop loss order most of the time, the stop will not be caught very

often and when it is, it will be time to reverse. The greatest advances and declines usually start from triple tops or bottoms, but remember that these triple tops or bottoms must be several weeks or several months apart to be of great importance. Triple tops or bottoms which are only a limited number of days apart do not mean such big moves as those that occur weeks or months apart.

RULE 2: When a stock reaches the same top or bottom the 4th time, especially if it is several weeks or months apart, it nearly always goes through. Therefore, when you buy or sell the 4th time at a bottom or a top, you must always use a 1-point stop loss order over the top or under the bottom.

RULE 3: When the Overnight Chart makes tops or bottoms on Resistance Levels like the $\frac{1}{2}$, $\frac{2}{3}$ and $\frac{3}{4}$ points, you should buy or sell with a stop loss order 1 or 2 points under these exact Resistance Levels. As a general rule, the stop should be 1 point.

RULE 4: When your stop loss order is caught, it indicates that the Overnight Chart has reversed, so you should reverse position and double up every time it is caught. You will make a great deal more money trading in this way, as will be shown by the trading operations which follow on U. S. Steel. In my trading, the only place where I do not reverse position, that is, double up when the stop loss order is caught, or the trend changes, is where there is no second top or bottom close enough for me to place a stop loss order if I reverse position. As a general rule, I place the stop loss order 1 point above a previous top or 1 point under a previous bottom.

RULE 5: The rule for pyramiding is to sell or buy half as much as your trading unit every 3 to 5 points apart, determining the distance according to the activity of the stock and according to previous Resistance Levels which are broken. Your 3rd trade in a pyramid should be one-half the amount of your 2nd trade, your 4th one-half of the 3rd, and so on. In this way, you take your greatest risk first, then when you make the 2nd, 3rd and 4th trades, you are reducing your trading units, therefore when a stop loss order is caught your loss will be small on the last trade in the pyramid and large on the ones that you bought or sold the most of first. Suppose you are pyramiding a stock when it has declined or advanced 20 or 30 points and has a fast move up or down without making any change on the Overnight Chart. In nearly every case before the trend changes, the Overnight Chart will make a reverse move and allow you to place your stop loss order at least 3 to 5 points away from the bottom or top, but when you have a very large profit and the market has a sharp move one way or the other, and you have a pyramid, you do not want to lose any more of your profits than you can help. In this case, I usually pull my stop loss order down 5 points from the low level each day or, if on the up side, place it up 5 points under the high level, then when the market makes the first reverse move of 5 points, I am out on stops on all of the pyramiding trades.

RULE 6: For very active, fast moving stocks, especially when they are at high levels, you should wait for a change in trend on the

Overnight Chart before reversing position. By a change in the Overnight Chart, I mean wait until it breaks a previous low level, or crosses a previous high level, in case you are operating on the down side.

RULE 7: After any big advance or decline, reverse position when Overnight Chart shows a change in trend, that is, double up on changes and go with the trend. The big money is made by going with the trend. That is why every time the trend changes or a stop loss order is caught, we reverse position. If the trend has changed and it is time to sell out longs, it is also time to go short, and vice versa.

For example: In fast moving markets, like the panic of October and November, 1929, when you pyramid on active stocks and make a large amount of money, if you have very large profits, you should follow down with a stop loss order about 10 points away from the market. Then, after a severe decline reduce stop loss order, placing it about 5 points above the low level, because when a market is moving so fast as this, you should not wait for the Overnight Chart to show a change in trend by crossing a previous top before changing position. In fast moving markets you would also watch for the market to stop around important half-way points. For example: U. S. Steel at 150 had reached the half-way point from 38 to 261 $\frac{3}{4}$. You would not wait until the Overnight Chart showed a change but when Steel got around 150, you would cover shorts and buy with a stop at 149, or if you use the 3-point rule, place stop at 147. Suppose Steel had broken this 150 level. When your stop loss order was caught at 149 or 147, whichever was used, you would have gone short.

RULE 8: Watch the daily, weekly, and monthly closing prices. When a stock is active and closes for 3 days, 3 weeks or 3 months around the same price, then the trend changes, it will usually go a considerable distance in the direction in which it starts. However, it is not necessary to depend on this rule at all in connection with the Overnight Chart. I am only giving it to help those who study the daily, weekly and monthly charts.

RULE 9: In very weak or very strong markets watch for the first advance of 3 full points from any low level. By 3 full points I mean, for example, from 100 low, a rally to 103 would be 3 full points. Suppose the low was 99 $\frac{1}{2}$. We would not count 3 full points until the stock rallied to 103. Reverse this rule for a stock when it is advancing. Suppose it advances to 150 7/8 and has not had a 3 full point reaction for some time. Then if it declined to 147, I would consider it a 3 full point reaction and an indication that the minor trend was reversing. In this case, suppose the stock only declined to 147 $\frac{1}{2}$ or even to 147 $\frac{1}{4}$. We would not count it a full 3 point reaction, because full points are based on even figures.

No matter at what point or at what price you begin trading according to this Method, you must follow the rules and not risk more than 3 points on any one trade, then after that use the Overnight Chart and make your stop loss orders 1 point away from the top or bottom which I always do in my trading example which follows on U. S.

Steel. Then when the stop loss order is caught, buy or sell double the amount, reversing your position. When you cover shorts on a stop loss order, you buy and go with the trend. In the same way when you sell out longs on a stop loss order, you reverse position and go short the same amount which keeps you with the trend.

In my trading, I do not use or take advantage of other rules which I know which might help me at points. I make many trades when I know there is going to be a loss just to demonstrate that the Method will work over a long period of years and make money by reversing position every time and using stop loss orders and, at the same time, following the capital rule and not overtrading, always allowing \$3000 capital for each 100 shares traded in. If you start with \$300 capital, then trade in 10-share lots and never risk more than 3 points, or \$30, on each of your initial trades. Do not increase your trading unit on initial trades until your capital has increased so that the loss will be only 10% of your capital, if the loss comes.

In pyramiding, it is different. When you make the 2nd or 3rd trade, you have a profit already and are risking part of your profits, but always keep these risks protected with stop loss orders according to the Overnight Chart, so that if your stop loss orders on a pyramid are caught, your total loss will not exceed 10% of your capital. A man who will follow this rule over a long period of years will not only keep his capital, but will make a fortune. This can be demonstrated on any active stock. Use as little human judgment as possible and you will make better success in trading. The Mechanical Method beats human guesswork, because it reverses at the time the trend reverses and doubles up and goes with the trend, while the man who is guessing or using human judgment will wait. You must have machine-like action in order to succeed, and must buy or sell according to the rules, regardless of what you think or hope. This is exactly what I always do in the trading operations which follow on U. S. Steel.

U. S. STEEL TRADES ACCORDING TO OVERNIGHT CHART

1915 - 1936

This trading plan requires \$3,000 to start with, to trade in 100-share lots. My rule is never to risk more than 3 points or \$300 on any one trade. I protect all trades with stop loss orders. Follow the rules for Resistance Levels and the rules for using the Overnight Chart. When I pyramid, or buy or sell a second lot, I limit my risk so that I will not lose more than 10% of my original capital. In other words, when I buy or sell a second lot, I place stop so that my loss will not exceed \$300.

The following operations are based on trading according to the Overnight Chart and the use of Resistance Levels to determine buying and selling points:

1915

February 1, low 38, February 3; high $41\frac{1}{2}$ —a 3-point rally indicated a buying point. Either buy at market or on a reaction. We buy 100 shares at 41. On February 5 it declined to $38\frac{3}{4}$, then crossed $41\frac{1}{2}$, the top of February 3, and turned Overnight trend up. Stop would now be at $36\frac{1}{2}$ or 3 points under $39\frac{1}{2}$. Trend continued up to 45 on February 13, then declined to $40\frac{1}{4}$ on February 24, making a higher bottom than February 5. Raise stop to $38\frac{1}{2}$ or 2 points under 2 bottoms close together.

March 8th high 46, then made 3 bottoms around $43\frac{1}{2}$ to $44\frac{1}{4}$ on March 5, 13 and 18. Here raise stop to $42\frac{1}{2}$ or one point under three bottoms. Then we buy more at 47 when it goes one point above top at 46. Trend continues up to $49\frac{1}{4}$ on March 29; again made three bottoms around $47\frac{1}{2}$ to $48\frac{1}{2}$; raise stop to $46\frac{3}{4}$. Then we buy more at 51 and raise stop on three lots to 48. The advance continued to 58 on April 10, reacted to $55\frac{1}{2}$ on April 13. We raise stop to $52\frac{1}{4}$ or three points under.

April 19 made top $60\frac{5}{8}$, reacted to $56\frac{3}{4}$ on April 24. Raise stop to $55\frac{1}{4}$, last bottom. April 26 high $59\frac{1}{4}$, April 27 low 57, a third higher bottom. Raise stop to 56 on all three lots. April 29 high $60-5/8$, just $1/8$ under top of April 19, April 30 low $58\frac{1}{2}$. Raise stop to $57\frac{1}{2}$.

May 3rd advanced to $60\frac{3}{4}$, the third top around same level, where we should either sell out and go short with stop at $63\frac{3}{4}$ or leave stop at $57\frac{1}{2}$. We sold on stop at $57\frac{1}{2}$.

1st purchase 100 at 41, sold at $57\frac{1}{2}$ - profit $16\frac{1}{2}$ points
 2nd purchase 100 at 47, sold at $57\frac{1}{2}$ - profit $10\frac{1}{2}$ points
 3rd purchase 100 at 51, sold at $57\frac{1}{2}$ - profit $6\frac{1}{2}$ points

or a total of $33\frac{1}{2}$ points on
 100 shares,

gives \$3,350
 Deduct \$100 for commission, Tax and Interest. 100

Net Gain \$3,250

Then we increase trading to 200 shares but less must be limited to \$600, or 3 points on each 100 shares. This would give us 200 short at $57\frac{1}{2}$ with stop at $60\frac{1}{2}$.

Decline followed, broke three bottoms made April 24, 27 and 30. We sell 200 shares more at $54\frac{1}{4}$. Decline continued to $48\frac{1}{4}$ where there were three bottoms March 26, 31 and April 1st. Rule says, buy the fourth time with one point stop. We covered 300 shares short at $48\frac{1}{2}$ and bought 200 at $48\frac{1}{2}$ with stop at $46\frac{1}{4}$, which was one point under bottom of March 26th and April 1st. The profits are as follows:

Sold 200 at $57\frac{1}{2}$, closed at $48\frac{1}{2}$ - profits \$1,800.00
 " 200 " $54\frac{1}{4}$ " " $48\frac{1}{2}$ - " 1,150.00

Total - 2,950.00

Commission and Taxes 116.00

Net Profit 2,834.00

Previous Capital & Profits 6,250.00

Gives a Capital of \$9,084.00

which will allow 300 shares as a trading unit with risk limited to \$900 on each trade. We bought 200 at $48\frac{1}{2}$ when we covered shorts, then we would have 100 more to buy later.

The stock advanced to $55\frac{1}{4}$ on May 12th. If we were watching the resistance level of $54\frac{1}{2}$ or $1/2$ from $60\frac{3}{4}$ to $48\frac{1}{4}$, we would expect top and a reaction and could have sold out longs and gone short at $54\frac{1}{2}$ with stop at $57\frac{1}{2}$, but we waited for a change on the Overnight Chart.

May 14th, low $49\frac{3}{4}$. Here we buy 100 more at $50\frac{1}{2}$, then make stop on 300 at 48. The advance was resumed and on May 17th made $53\frac{1}{2}$, then reacted to $51\frac{3}{4}$, then turned trend up again. We would now raise stop to $49\frac{3}{4}$, the last bottom.

May 24th high $56\frac{1}{2}$ and crossing $54\frac{1}{2}$, the $1/2$ point, the second time indicated higher.

May 26th and June 1st reacted to $53\frac{1}{4}$ and made double bottom. Raise stop to $50\frac{3}{4}$ or one point under previous low level and when it crossed $56\frac{1}{4}$, last top, buy 200 more at $56\frac{1}{2}$ and raise stop on all trades to $52\frac{1}{4}$, one point under last double bottom. June 4th the stock advanced to $64-1/8$. June 9th declined to $56\frac{3}{4}$. Holding above $56\frac{1}{4}$, the $1/2$ point from last low of $48\frac{1}{4}$ to high of $64-1/8$, was a sign of strong support and showed that the main trend was up because the stock had gone three points above the triple tops made April 19, 29 and May 3rd.

From June 9th a rally followed to June 12th, when the high was $61\frac{1}{2}$. We now raise stops to $55\frac{3}{4}$ or one point under low of June 9th.

June 14th declined to 59, then raise stop on all trades to 58. This stop was never caught. The stock advanced to $61\frac{3}{4}$ on June 22nd, then after a series of lower tops and bottoms, declined to $58\frac{1}{4}$ on July 7th, then rallied to $59\frac{1}{4}$ on July 9th and declined same day to $58\frac{1}{4}$, making a double bottom from which advance was resumed and on July 17th reached $65-1/8$, reacted to $62-1/2$ on July 20th, rallied to $62-1/8$ on the 25th and declined same day to $62\frac{1}{4}$, making a double bottom again, then went to new high and crossed $66-3/8$, the $1/2$ point from $94-7/8$ to 38. We bought more at 67 and raised stop on all trades to $61\frac{3}{4}$ or one point under last low of July 26th. Buy 200 more at 72.

August 10th high $76\frac{3}{4}$; 11th declined to $73-5/8$; 12th advanced to $75\frac{1}{2}$; 14th declined to $73-3/8$; 18th advanced to $77-5/8$.

We now raise stop on all trades to $72-3/8$ or one point under the last bottom at $73-3/8$. The stop was caught and we sold short 400 shares at $72-3/8$.

The account now stands as follows:

Bought 200 at $48\frac{1}{2}$	closed at $72 \frac{3}{8}$	profit \$6,725.00
" 100 "	$50\frac{3}{4}$ "	$72 \frac{3}{8}$ " 2,162.50
" 200 "	$56\frac{1}{2}$ "	$72 \frac{3}{8}$ " 3,125.00
" 200 "	67 "	$72 \frac{3}{8}$ " <u>1,075.00</u>
		13,087.50
" 200 "	72 "	$72 \frac{3}{8}$
Less loss of $3/8$ on 200	75.00	
Commissions	<u>225.00</u>	<u>300.00</u>
Net Gain		12,787.50
Previous Capital and Profits		<u>9,084.00</u>
Gives an Operating Capital of		\$21,871.50

This would give a limit of 700 shares as a trading unit.

We sold 400 short at 72-3/8
Sold ... 300 " " 69-5/8

Always calculate the 1/2 point of a previous move.

Last low 58-1/8 July 9th to 77-5/8 high August 18th, making 1/2 point at 67-7/8. August 23rd, declined to 67-3/4. Here we cover shorts and buy 700 longs at 68 $\frac{1}{2}$, stop 64-7/8. However, a stop at 66-7/8, just one point under 1/2 point, would have held, as low of 67-3/4 was not reached again.

Here our account stands as follows:

Sold 400 at 72-3/8 closed at 68 $\frac{1}{2}$	profit \$1,750.00
" 300 " 69-3/8 " " 68 $\frac{1}{2}$ "	<u>252.50</u>
	2,002.50
Less Taxes and Commissions	<u>175.00</u>
	1,827.50
Previous Capital	<u>21,871.50</u>
Operating Capital	\$23,698.00

We continue with 700 shares as trading unit. We are now long of 700 shares bought at 68 $\frac{1}{2}$ with stop 64-7/8. Buy 300 at 72.

Aug. 27th, advanced to 77; Sept. 1st, declined to 73-3/4; Sept. 2nd, rallied to 76-3/4.

Here we raise stop to 72-3/4, just one point under September 1st low.

Sept. 10th advanced to 76 $\frac{1}{2}$; Sept. 11th declined to 73 $\frac{3}{4}$; Sept. 14th rallied to 76; Sept. 17th declined to 74 $\frac{1}{2}$;

making five bottoms around 74 $\frac{1}{2}$ to 73-3/4, a sure indication that stop should be at 72-3/4.

September 27th, advanced to 79-3/4, getting above all tops since August 27th. We bought 300 at 78 $\frac{1}{2}$, stop 75 $\frac{1}{2}$.

October 1st high 81-3/4; 10th low 76-3/4, advance resumed; 19th high 87 $\frac{1}{2}$; 20th low 85 $\frac{1}{2}$; 21st high 87-5/8, stop 84 $\frac{1}{2}$; 26th low 85 $\frac{1}{2}$; 26th high 87 $\frac{1}{2}$, the third top around same level.

We could have sold out but we assume stop was caught at 84 $\frac{1}{2}$, and we went short 700 at 84 $\frac{1}{2}$.

Our account now reads as follows:

Bought 700 at 83½, sold at 84½ profit	\$11,200.00
" 300 " 72½ " " 84½ " 3,750.00	
" 300 " 78½ " " 84½ " 1,800.00	
Profit	16,750.00
Less Tax and Coms.	325.00
	<u>16,425.00</u>
Previous Capital	<u>23,698.00</u>
Operating Capital	\$40,123.00
We can now raise trading unit to 1000 shares. We are short 700 at 84½. The last low, October 6th, was 76-3/4, high October 21st, 87-5/8. Makes 1/2 point 82-1/8. October 29th, the stock declines to 82½. Note October 16th low 82½. Here we would cover shorts and buy with stop at 81½. Our account now stands, sold 700 at 84½, closed at 82½, profit \$1,400.00	
Less Com. 175.00	
	1,225.00 \$1,225.00
Previous Capital	<u>40,123.00</u>
Operating Capital	\$41,308.00

We now have 1000 shares bought at 82½.

November 1st, advances to 88-3/8; 3rd, low 86; 4th, high 88.

Raise stop to 85, one point under November 3rd low. The stop was caught, and we sold short 1000 at 85. Our account now stands:

Bought 1000 at 82½, sold at 85, profit \$2,500.	
Less Tax and Commissions	250.
	<u>2,250.</u>
Previous capital	<u>41,308.</u>
Operating Capital	\$43,558.

Short 1000 at 85, stop 88-3/8. The stock declines to 83-5/8 on November 9th; then rallies on November 12th to 88-3/8; declines on November 16th and 20th to 86½; November 26th high 88½, December 2nd low 84½. December 7th high 88½, making the same level five times. Our stop should be 89½. December 13th, 17th, 21st made lows 85½ to 84-7/8, higher than previous bottoms, and our stop should have been reduced to 87½, one point above December 20th high. This stop was caught, and we would reverse position and buy 1000 at 87½. Account now stands:

Sold 1000 at 85, closed at 87½, loss \$2,250.00	
Commissions	250.00
Net loss	\$2,500.00
Capital of	43,558.00
	<u>2,500.00</u>
Net Operating Capital	\$41,058.00

We have 1000 bought at $87\frac{1}{4}$. December 27th, advanced to $89\frac{1}{2}$; December 29th, low $86-3/4$; December 31st high $89\frac{1}{2}$, a double top - raise stop to $85-3/4$. This double top near 90, a strong resistance level, would be the place to sell out and go short, but we stay to see if overnight trend turns down. Stop is caught at $85-3/4$, and we sell 1000 short at $85-3/4$. Account now stands as follows:

Bought 1000 at $87\frac{1}{4}$,	sold at $85-3/4$,	loss \$1,500.00
Commissions		<u>250.00</u>
		\$1,750.00

from capital of \$41,058.00 leaves a balance of \$39,308.00, and 1000 short at $85-3/4$.

1916

January 24th, declined to $82\frac{1}{2}$, same low as October 16th and 29th, 1915. We cover shorts at $82\frac{1}{2}$ and buy 1000 $82\frac{1}{2}$.

Account now stands:

Sold 1000 at $86-3/4$ closed at $82\frac{1}{2}$ profit \$3,250.00

Less commissions	<u>250.00</u>
	3,000.00
Capital	<u>39,308.00</u>
Operating balance	\$42,308.00

Bought 1000 at $82\frac{1}{2}$, stop $81\frac{1}{2}$.

January 26th high 86; 27th low $82-3/4$; 28th high $84\frac{1}{4}$.

Raise stop to $81-3/4$, one point under January 27th low. This stop was caught and we go short 1000 at $81-3/4$. Account now stands:

Bought 1000 at $81\frac{1}{2}$, sold at $81-3/4$, even; counting commissions.

Capital \$42,308.00

Short 1000 at $81-3/4$, stop $80\frac{1}{2}$.

January 31st low $79-7/8$; February 4th high $84-3/4$; 5th low $82\frac{1}{2}$; 10th high $85-5/8$.

Stop caught and we buy 1000 at $85-5/8$. Account now stands:

Sold 1000 at $81-3/4$, closed at $85-5/8$, loss \$3,787.50

From \$42,308.00 leaves \$38,520.50, with 1000 bought at $85-5/8$, stop $81-1/4$.

February 17th and 24th, made lows at $82\frac{1}{8}$ and $82-3/8$. Raised stop to $81\frac{1}{2}$. Stop caught and we go short 1000 at $81\frac{1}{2}$. Account stands:

Bought 1000 85-5/8, sold at $81\frac{1}{2}$, loss \$4,125.	
Less commissions	<u>250.</u>
	\$4,375.
from capital \$38,530.00, leaves \$34,145, with 1000 short at $81\frac{1}{2}$.	

March 1st declines to $79-3/4$, same low as January 31st. We cover shorts and buy 1000 at $80\frac{1}{4}$. Account now stands:

Sold 1000 at $81\frac{1}{2}$, closed $80\frac{1}{4}$, profit \$1,250.00	
Less commissions	<u>250.00</u>
Net	\$1,000.00
Added to Capital gives	39,520.00,

with 1000 bought at $80\frac{1}{4}$, stop $79\frac{1}{4}$. March 17th high $87\frac{1}{4}$, March 22nd low 84. We raise stop to 83. April 4th high 86. April 8th and March 31st lows $83-3/4$. April 10th high $85\frac{1}{4}$. Decline follows. Stop is caught at 83 and we go short 1000. Account now stands:

Bought 1000 at $80\frac{1}{4}$, sold at 83, profit \$2,750., less commissions of \$250.00, leaves \$2,500. net profit. Added to capital gives \$42,020.00 with 1000 short at 83.

April 22nd declines to 80 and we cover at $80\frac{1}{4}$ and buy 1000 because this is same bottom as January 31st and March 1st. We protect with stop $79\frac{1}{4}$, this being a triple bottom.

April 25th high 84, April 26th low $80-3/8$, a higher bottom. May 1st high $84\frac{1}{4}$; May 5th low $80\frac{1}{2}$, a slightly higher bottom. From high of $89\frac{1}{2}$ on December 31, 1915 to low of $79-3/4$ March 1st, 1916, makes 1/2 point $84-5/8$, and making $85-5/8$ would indicate higher.

May 25th high $86-5/8$ and last low on 17th was 84. Therefore we raise stop to 83. The stock declines to $83-5/8$ on June 2nd, June 12th advances to $87\frac{1}{4}$. June 12th low 86. June 14th high 87. We raise stop to 85, which is caught, and we go short 1000 at 85. Account stands:

Bought 1000 at $80\frac{1}{4}$, sold at 85, profit \$4,750.00, less \$250.00 commission, gives net \$4,500.00. Added to capital gives \$46,520.00 and 1000 short at 85, stop 88.

June 27th declines to $82-3/4$ and as top on June 26th was 84 $\frac{1}{2}$ we reduce stop to $85\frac{1}{4}$, which is caught, and we buy 1000 at $85\frac{1}{4}$. The account now stands:

Sold 1000 at 85, closed $85\frac{1}{4}$, loss of 1/4 point and commission, makes \$500. from \$46,520.00, leaves \$46,020.00 and 1000 bought at $85\frac{1}{4}$, stop $81-3/4$.

July 6th high 87 $\frac{1}{4}$, July 14th low 83 $\frac{1}{4}$, we raise stop to 82 $\frac{1}{4}$. June 24th high 87 $\frac{1}{4}$, July 25th low 85 $\frac{1}{4}$, we raise stop to 84 $\frac{1}{4}$, July 27, August 2nd and 5th, makes low 85-3/4 and 86, and we raise stop to 84-3/4. A big advance follows and at 90 $\frac{1}{2}$ we buy 300 more because the stock has gone one point into new high after holding for nine months between 89 $\frac{1}{2}$ and 79-3/4. August 17th high 92-5/8, August 18th low 91. We raise stop on all trades to 90 and at 94 buy 300 more, August 23rd high 99 $\frac{1}{2}$, the highest in its history. August 24th low 96-3/4. We raise stop to 95-3/4. August 25th high 99 $\frac{1}{4}$, August 28th low 95-3/4. Catches stop and we go short 1000 at 95-3/4. The account now stands:

Bought 1000 at 85 $\frac{1}{4}$,	sold 95-3/4,	profit \$10,500.
" 300 "	90 $\frac{1}{2}$,	" 1,575.
" 300 "	94	" 525,
		12,600.
Less commissions		400.
Net profit		\$12,200.
Capital		46,030.
		\$58,220.

with 1000 shares short at 95-3/4. We can now increase trading unit to 1200 shares. August 30th low 95 $\frac{1}{4}$. The high on 29th was 97, so we make stop to 97. August 31st stop is caught and we buy 1,200 at 97. Account now stands:

Sold 1000 at 95-3/4, closed at 97, loss \$1,500.
from capital leaves \$56,720, and 1200 bought at 97.

August 31st advances to 99-3/8 for third time and can't go thru 100, so we sell out at 99 and go short 1200 at 99. Account now stands:

Bought 1200 at 97, sold at 99, net profit \$2,100.
Added to capital gives \$58,820.00 and 1200 short at 99.

September 1st declines to 95, getting only 1/4 under low of August 30th. We reduce stop to 99, which is caught, but we wait to buy until stock can make new high and go through 100 - a very important Resistance Level. Account now stands:

Sold 1200 at 99, closed at 98, profit \$900.00.
Added to capital gives \$59,720.

The advance continues and at 100 $\frac{1}{2}$ we buy 1200 with stop 97 $\frac{1}{2}$, and at 105 $\frac{1}{2}$ we buy 600 more, and at 110 $\frac{1}{2}$ - 600 more. The lows on September 19th and 20th were 107, so we raise stop to 106 on all trades. At 110 $\frac{1}{2}$ we buy 300 more. September 25th high 120, a Resistance Level. September 26th low 113-3/4. We raise stop on all trades to 112-5/4. September 29th high 120 $\frac{1}{2}$. September 30th low 116 $\frac{1}{4}$. We raise stop to 115 $\frac{1}{4}$. October 2nd, 4th, 5th, makes tops at 118-5/8 to 118-3/4 and low on October 4th was 117, so we raise stop to 116, which is caught, and we go short 1200. Account now stands:

Bought 1200 at 100 $\frac{1}{2}$, sold at 116, profit \$18,600.	
" 600 " 105 $\frac{1}{2}$ " 116 " 6,300.	
" 600 " 110 $\frac{1}{2}$ " 116 " 3,300.	
" 300 " 115 $\frac{1}{2}$ " 116 " 150.	
	28,350.
Less commissions	<u>675.</u>
	27,675.
Previous Capital	<u>59,720.</u>
Operating Capital	\$87,395.

and short 1200 at 116, with stop 119. We can now increase trading to 1500 shares.

Decline follows and we sell 600 more at 111. October 9th low 108; October 10th high 113. Reduce stop to 113. October 14th low 108, same as October 9th, a double bottom. We figure from last low September 1st at 95 to high 120 $\frac{1}{2}$ September 29th and find 1/2 point is 107-3/4, so we cover shorts at 108 $\frac{1}{2}$ and buy 1500 with stop 106-3/4. The account now stands:

Sold 1200 at 116, closed at 108 $\frac{1}{2}$, profit \$9,000.	
" 600 " 111, " at 108 $\frac{1}{2}$, " 1,500.	
	10,500.
Less Commission	<u>950.</u>
Net profit	9,550.
Capital Added	<u>87,395.</u>
Operating Capital	\$97,045.

with 1500 bought at 106 $\frac{1}{2}$. Bought 700 more at 114. October 23rd high 121-3/4. Bought 400 more at 121 $\frac{1}{2}$, because it was a new high. October 26th low 117 $\frac{1}{2}$. Raised stop on all trades to 116 $\frac{1}{2}$. November 2nd high 122 $\frac{1}{2}$. November 4th low 119-3/4. Raised stop to 118-3/4. November 8th high 126. November 9th low 122 $\frac{1}{2}$. Raised stop to 121 $\frac{1}{2}$. Stops were caught, and we go short 1500 at 121 $\frac{1}{2}$. The account now stands:

Bought 1500 at 108 $\frac{1}{2}$, sold 121 $\frac{1}{2}$, profit \$9,500.	
" 700 " 114 " 121 $\frac{1}{2}$ " 5,250.	
" 400 " 121 $\frac{1}{2}$ " 121 $\frac{1}{2}$ " ---	
Less Commissions	24,750.
	<u>650.</u>
Capital	24,100,
	<u>97,045.</u>
Operating Capital	\$121,145.

with 1500 short at 121 $\frac{1}{2}$. We can now be very conservative and increase trading to 2000 shares and should we have ten consecutive losses of 3 points each, we would still have half our capital left to operate with, and ten consecutive losses are highly improbable.

November 14th, declined to $120\frac{1}{4}$, failing to make low of November 4th, which was $119-3/4$. We reduce stop to $123\frac{1}{4}$, which is caught and we buy 2000 at $123\frac{1}{4}$ with stop at 120. November 27th, high $129-3/4$, November 28th low $125-3/4$. We raise stop to $124-3/4$. This stop was caught, and we go short 2000 shares. The account now stands:

1500 sold at $121\frac{1}{2}$,	closed at $123\frac{1}{4}$,	loss \$3,000.
2000 " " $123\frac{1}{4}$	" " $124-3/4$	profit \$3,000
Leaves a loss of commissions on 3500 shares,		
which is \$875 from capital. \$121,145, leaves		
\$120,270.00.		

with 2000 short at $124-3/4$. December 4th high $120\frac{1}{2}$, and we make stop $127\frac{1}{2}$. Decline follows. We sell 1000 more at $119-3/4$. December 13th high $120\frac{1}{2}$ and we reduce stop to $121\frac{1}{2}$ on all trades. We sell 500 more at $115\frac{1}{2}$. December 15th low $109\frac{1}{4}$. December 16th high $114-5/8$. We reduce stops to $115-5/8$, which are caught, and we go long 2000 at $115-5/8$. The account now stands:

Sold 2000 at $124-3/4$,	closed $115-5/8$,	profit \$18,250.00
" 1000 " $119-3/4$	" $115-5/8$	" <u>$4,112.50$</u>
" 500 " $115-1/2$	" $115-5/8$	" <u>$22,362.50$</u>
Less loss of 1/8 on 500 and commission <u>937.50</u>		
Profit <u>21,425.00</u>		
Capital <u>120,270.00</u>		
\$141,695.00		

with 2000 bought at $115-5/8$. December 19th high $116\frac{1}{4}$. The low on 18th was $112\frac{1}{2}$, so we raise stop to $111\frac{1}{2}$, which is caught and we go short 2000 at $111\frac{1}{2}$. Account stands:

Bought 2000 at $115-5/8$,	sold at $112\frac{1}{2}$,	loss \$6,250
Commissions		<u>500.</u>
\$6,750.		

from capital of \$141,695 leaves \$134,945, with 2000 short at $111\frac{1}{2}$. The decline continues, and we sell 1000 more at $106\frac{1}{2}$. December 21st panicky decline. Stock sells at 100, a Resistance Level, where we should cover, but we reduce stop to 105, which is caught, and we buy 2000 at 105. Account now stands:

Sold 2000 at $111\frac{1}{2}$,	closed 105,	profit \$13,000.
" 1000 " $105\frac{1}{2}$	" 105	" <u>1,500.</u>
14,500.		
Less Commissions		<u>750.</u>
Profit		<u>13,750.</u>
Capital		<u>134,945.</u>
Total Capital		\$148,695.

with 2000 bought at 105, and we buy 1000 more at 110.

1917

January 4th high 115-3/4. We figure high 129-3/4 to 110 low and get 1/2 point 114-7/8, and looking back to December 19th, we see last high was 116 $\frac{1}{4}$. Therefore, we sell out longs at 114 $\frac{1}{2}$ and go short with stop 117 $\frac{1}{2}$. The account now stands:

Bought 2000 at 105,	sold at 114 $\frac{1}{2}$,	profit \$19,000
" 1000 "	110 " 114 $\frac{1}{2}$ "	<u>4,500</u>
		23,500
Less Commissions		<u>750</u>
Net Profit		\$22,750
Capital		<u>148,695</u>
		\$171,445

with 200 short at 114 $\frac{1}{2}$. The stock declines to 109 $\frac{1}{4}$ on January 5th; then advances to 113-7/8 on January 9th, and on 11th makes 109 $\frac{1}{4}$, same low as January 5th. We cover shorts and buy 2000, because 108 is 1/2 point from 100 to 115-7/8. The account now stands:

Sold 2000 at 114 $\frac{1}{2}$ closed at 110 profit \$9,000
Less commissions <u>500</u>
Profit \$8,500
Capital <u>171,445</u>
Total capital \$179,945.

with 2000 bought at 110, stop 107. January 19th and 26th advances to 115 $\frac{1}{2}$. We sell out at 114 $\frac{1}{2}$ and sell short with stop 116 $\frac{1}{2}$; because it is 1/2 point and strong Resistance Level. The account stands:

Bought 2000 at 110, sold 114 $\frac{1}{2}$, profit \$9,000
Less Commissions <u>500</u>
\$8,500
Capital <u>179,945</u>
Total \$188,445.

with 2000 short at 114 $\frac{1}{2}$. We sell 1000 more at 109 $\frac{1}{2}$. February 1st, just two years from the low of 38 on February 1, 1915, U.S.Steel declines to 99. We cover shorts and buy 2000 at 100, because 100 was low on December 21, 1916. We protect with stop at 99 and stop is caught, and we go short 2000 at 99. The account now stands:

Sold 2000 at 114 $\frac{1}{2}$, closed at 100, profit \$29,000
" 1000 " 109 $\frac{1}{2}$ " 100 " 9,500
Profit \$38,500
Loss one point on 2000 and Commissions on 5000 <u>3,250</u>
Net Profit <u>35,250</u>
Capital <u>188,445</u>
\$223,695.

with 2000 short at 99. February 2nd high 104-1/8. We place stop 105-1/8. February 3rd low 99 $\frac{1}{4}$, a higher bottom than February 1st, and counting December 21st, three bottoms around the same level. We reduce stop to 102 $\frac{1}{4}$ and stop is caught. We reverse and buy 2000 at 102 $\frac{1}{4}$. The account now stands:

Sold 2000 at 99, closed at 102 $\frac{1}{4}$, loss \$6,500	
Commissions	
	<u>500</u>
	\$7,000

Deducted from capital leaves \$216,695, and 2000 bought at 102 $\frac{1}{4}$. The stock advances, making higher bottoms until February 20th and 25th, when it makes double top at 109 $\frac{1}{2}$ with bottom at 106 $\frac{1}{4}$ on February 23rd. We raise stop to 105 $\frac{1}{4}$. This stop was caught and we sell 2000 short at 105 $\frac{1}{4}$. The account now stands:

Bought 2000 at 102 $\frac{1}{4}$, sold at 105 $\frac{1}{4}$, profit \$6,000	
Commissions	
	<u>500</u>
Profit	5,500
Capital	<u>216,695</u>
Total	\$222,195.

with 2000 short at 105 $\frac{1}{4}$. March 1st low 103 $\frac{1}{2}$, same low as March 9th. Figuring 1/2 point from 99 to 109 $\frac{1}{2}$ high makes the 1/2 point at 104 $\frac{1}{4}$ a buying level. We cover shorts and buy 2000 at 104 $\frac{1}{4}$. The account now stands:

Sold 2000 at 105 $\frac{1}{4}$, closed at 104 $\frac{1}{2}$, profit \$1,500	
Commissions	
	<u>500</u>
Net Gain	\$1,000
Capital	<u>222,195</u>
Total	\$223,195.

with 2000 bought at 104 $\frac{1}{4}$, stop 102 $\frac{1}{4}$. The stock advanced and we bought 1000 more at 110 $\frac{1}{2}$, when it crossed the last two tops. March 6th high 111 $\frac{1}{2}$; March 7th low 109 $\frac{1}{2}$. We raise stop on all trades to 108 $\frac{1}{2}$. Then buy 500 more at 114 $\frac{1}{2}$. March 21st high 118; March 22nd declined to 115 $\frac{1}{4}$. We raise stop to 114 $\frac{1}{4}$ which was caught and we go short 2000 at 114 $\frac{1}{4}$. The account now stands:

Bought 2000 at 104 $\frac{1}{4}$, sold at 114 $\frac{1}{4}$, profit \$19,500	
1000 " 110 $\frac{1}{2}$ " " 114 $\frac{1}{4}$ " <u>3,750</u>	
Profit	23,250
Less Loss of $\frac{1}{4}$ on 500 and commissions	<u>1,000</u>
Net Profit	\$22,250
Capital	<u>223,195</u>
Total	\$245,445.

with 2000 short 114 $\frac{1}{4}$. March 31st declines to 113-3/4. Last tops on March 28th and 30th were at 116. We make stop 117, which is caught, and we buy 2000 at 117. The account now stands:

Sold 2000 at 114 $\frac{1}{4}$, closed at 117, loss \$5,500.	
Commissions	<u>500.</u>
Net Loss	\$6,000.
from capital leaves balance	
of	\$239,445.

with 2000 bought at 117. April 3rd advances to 118-3/4. We raise stop to 116-3/4, which is caught, and we go short 2000 at 116-3/4. The account now stands:

Bought 2000 at 117, sold at 116-3/4, loss \$500	
Commissions	<u>500</u>
Net Loss	\$1,000
Subtract from capital leaves	\$238,445.00

with 2000 short at 116-3/4. The decline follows and we sell 1000 at 112-3/4, because it is under the last three bottoms. March 10th low 108-3/4. From 99 low to 118-3/4 high makes the 1/2 point. 108-7/8. We cover shorts at 109 $\frac{1}{4}$ and buy 2000 at 109 $\frac{1}{4}$, stop 107-7/8. The account now stands:

Sold 2000 at 116-3/4, closed at 109 $\frac{1}{4}$, profit \$15,000	
" 1000 " 112-3/4 " " 109 $\frac{1}{4}$ " " <u>3,500</u>	
Less Commissions	18,500
Net Profit	<u>750</u>
Added to capital gives	\$17,250.

Added to capital gives \$245,695.00

with 2000 bought at 109 $\frac{1}{4}$. April 20th last low 110 $\frac{1}{2}$. We raise stop to 109 $\frac{1}{2}$. We buy 1000 more at 113 $\frac{1}{2}$. April 26th and May 1st high 117-3/4, and May 28th low 115 $\frac{1}{2}$. We raise stop on all trades to 114 $\frac{1}{4}$. The stop was caught, and we go short 2000 at 114 $\frac{1}{4}$. The account now stands:

Bought 2000 at 109 $\frac{1}{4}$, sold at 114 $\frac{1}{4}$, profit \$10,000	
" 1000 " 113 $\frac{1}{2}$ " " 114 $\frac{1}{4}$ " " <u>750</u>	
Net Profit	\$10,750
Less Commissions	<u>750</u>
Capital	\$10,000
Total	<u>245,695</u>
	\$255,695

with 2000 short at $114\frac{1}{4}$, stop $117\frac{1}{4}$; May 9th low $112\frac{1}{2}$; May 8th last high $116\frac{1}{4}$; May 11th high $116-3/4$; May 11th low $114-3/4$. Stop was caught at $117-1/4$, and we buy 2000 at $117-1/4$. The account now stands:

Sold 2000 at $114\frac{1}{4}$, closed at $117\frac{1}{4}$, loss	\$6,000
Commissions	<u>500</u>
Net Loss	\$6,500
Deducted from capital leaves balance	
	of \$249,695.00

with 2000 bought at $117\frac{1}{4}$. The advance gets under way, and we buy 1000 more at $119-3/4$, because it is one point above high of April 3rd. We buy 500 at $124-3/4$; we buy 300 at $129-3/4$ May 31st high $136-5/8$. Last low on May 28th was $131\frac{1}{4}$. We raise stop on all trades to $130\frac{1}{4}$. This stop was caught, and we sell 2000 short at $130-1/4$. The account now stands:

Bought 2000 at $117\frac{1}{4}$, sold at $128-3/4$, profit	\$23,000
Bought 1000 at $119-3/4$ " " $128-3/4$, profit	9,000
Bought 500 at $124-3/4$ " " $128-3/4$, profit	<u>2,000</u>
 Bought 300 at $129-3/4$, sold $128-3/4$, loss	\$34,000
 Less Commissions	<u>950</u>
 Net	32,750
Capital	<u>249,695</u>
 Total	282,445.

with 2000 short at $128-3/4$. June 1st low $126-3/4$. June 2nd high $131\frac{1}{4}$. We make stop $132\frac{1}{4}$. Stop was caught, and we bought 2000 at $132\frac{1}{4}$. Account now stands:

Sold 2000 at $128-3/4$, closed at $132\frac{1}{4}$, loss	\$7,000
Commissions	<u>500</u>
Net Loss	\$7,500
Deducted from \$282,445.00 leaves	\$274,945.00

with 2000 bought at $132\frac{1}{4}$. May 14th high $134-5/8$. May 15th low $130\frac{1}{4}$. We make stop $129\frac{1}{4}$, which was caught, and we go short 2000 at $129\frac{1}{4}$. The account now stands:

Bought 2000 at $132\frac{1}{4}$, sold $129\frac{1}{4}$, loss	\$6,000
Commissions	<u>500</u>
Net Loss	\$6,500
Deducted from Capital leaves	\$268,445.00

with 2000 short at 129 $\frac{1}{4}$. June 20 low 125 $\frac{1}{2}$. We reduce stop to 129 $\frac{1}{2}$, which was caught, and we buy 2000 at 129 $\frac{1}{2}$. Account now stands:

Sold 2000 at 129 $\frac{1}{4}$,	closed at 129 $\frac{1}{2}$,	loss \$500
Commissions		<u>500</u>
Net		\$1,000

Deducted from Capital leaves \$267,445.00

with 2000 bought at 129 $\frac{1}{2}$. June 27th high 132-3/4. Last low was 128-3/4 on June 26th. We raise stop to 127-3/4, which was caught, and go short 2000 at 127-3/4. Account now stands:

Bought 2000 at 129 $\frac{1}{2}$,	sold at 125-3/4,	loss \$6,750
Commissions		<u>500</u>
Net		\$7,250
Deducted from capital leaves		\$260,245.00

with 2,000 short at 127-3/4; sold 1000 more at 125-3/4. July 19th low 118-3/4. Last high was 122 $\frac{1}{2}$, on July 18th. We reduced stop to 123 $\frac{1}{4}$, which was caught, and we buy 2000 at 123 $\frac{1}{4}$. The account now stands:

Sold 2000 at 125-3/4,	closed at 123 $\frac{1}{4}$,	profit \$4,500
" 1000 " 123-3/4 "	" 123 $\frac{1}{4}$ "	<u>500</u>
		\$5,000
Less Commissions		<u>750</u>
Net		4,250
Capital		<u>260,245</u>
		264,495.

with 2000 bought at 123 $\frac{1}{4}$. The advance follows, and we calculate from the high 136-5/8 to the low 118-3/4 and find the 1/2 point is 127-5/8. The stock advances to 127-7/8 on August 7th, and we sell out longs and go short 2000 at 127 $\frac{1}{2}$. The account now stands:

Bought 2000 at 123 $\frac{1}{4}$,	sold at 127 $\frac{1}{2}$,	profit \$8,000
Less Commissions		<u>500</u>
Net		7,500
Capital		<u>264,491</u>
		\$271,995

with 2000 sold at 127 $\frac{1}{2}$. We sell 1000 more at 122, because it has broken three bottoms. We sell 500 more at 117 $\frac{1}{2}$ after it has broken four other bottoms. September 4th low 104 $\frac{1}{2}$. September 6th high 109 $\frac{1}{2}$. We reduce stop on all trades to 110 $\frac{1}{2}$. September 17th low 103-3/4, and the last high was 108-3/4 on September 14th. We reduce

stops to 109-3/4. The stops were caught, and we bought 2000 at 109-3/4. The account now stands:

Sold 2000 at 127½, closed at 109-3/4, profit \$17,500
Sold 1000 at 122 " 109-3/4 " 12,250
Sold 500 at 117½ " 109-3/4 " 4,575
Total \$34,325
Less Commissions 875
Net \$33,450
Capital 271,995
Total \$305,445.

with 2000 bought at 109-3/4. September 25th high 113-7/8. The last low was 109-1/2 on September 24th. We raise stop to 108½. The stop was caught, and we sell short 2000 at 108½. The account now stands:

Bought 2000 at 109-3/4, sold at 108½, loss \$2,500
Commissions 500
Net Loss \$3,000
Deducted from capital, leaves \$302,445.00

with 2000 short at 108½. Sold 1000 more at 103½. October 15th it declines to 99, and we reduce stop to 104, which was caught, and we buy 2000 at 104. The account now stands:

Sold 2000 at 108½, closed at 104, profit \$9,000
" 1000 at 103½ " 104, loss 500
Less Commissions 8,500
Net Profit 750
Capital 302,445
Total \$310,195

with 2000 bought at 104. October 22nd high 107-3/8. October 26th, low 103-7/8. We raise stop to 102-7/8. The stop was caught, and we go short 2000 at 102-7/8. The account now stands.

Bought 2000 at 104, sold at 102-7/8, loss \$2,250
Commissions 500
\$2,750

Deducted from capital leaves \$307,445.

with 2000 short at 101-7/8. Sold 1000 more at 98. Sold 500 more at 93. November 8th low 88-3/4. November 12th high 94-3/4. Reduced stop to 95-3/4. November 14th low 89½. Reduced stop to 94-3/4. The stop was caught, and we buy 2000 at 94-3/4. The account now stands:

Sold 2000 at 101-7/8, closed at 94-3/4, profit	
" 1000 " 98 " 94-3/4 "	<u>\$14,250</u>
	<u>3,250</u>
Sold 500 " 93 closed at 94-3/4, loss	<u>17,500</u>
	<u>875</u>
	<u>16,625</u>
Less Commissions	<u>875</u>
Net	<u>\$15,750</u>
Capital	<u>307,445</u>
Total	<u>\$323,195</u>

with 2000 bought at 94-3/4. November 26th high 99 $\frac{1}{4}$. Last low on November 22nd at 96. We raise stop to 95, and it was caught. We go short 2000 at 95. The account now stands:

Bought 2000 at 94-3/4, sold at 95 makes it even allowing 1/4 for commissions, Balance \$323,195.00.

with 2000 short at 95. Sold 1000 more at 90. Sold 500 more at 85. December 13th low 79-7/8. December 14th high 84 $\frac{1}{2}$. December 17th low 80 $\frac{1}{2}$. December 18th high 83-3/4. December 20th low 79 $\frac{1}{2}$. As 79-3/4 was last low March 1, 1916, we cover shorts at 80 and buy 2000 with stop at 79. The account now stands.

Sold 2000 at 95, closed at 80, profit \$30,000	
" 1000 " 90, " 80, "	<u>10,000</u>
" 500 " 85, " 80, "	<u>2,500</u>
	<u>\$42,500</u>
Less Commissions	<u>875</u>
Net	<u>\$41,625</u>
Capital	<u>323,195</u>
Total	<u>\$364,820</u>

with 2000 bought at 80, stop 79. Bought 1000 more at 85 and raised stop to 82. Bought 500 more at 90 and bought 300 more at 95.

1918

January 3, 1918 high 98 and January 5th low 82 $\frac{1}{2}$. Raised stop on all trades to 91 $\frac{1}{4}$. January 8th high 97 $\frac{1}{2}$. January 9th low 93 $\frac{1}{2}$. Raised stop to 92 $\frac{1}{2}$. The stop was caught, and we went short 2000 at 92 $\frac{1}{2}$. Account now stands:

Bought 2000 at 80, sold 92 $\frac{1}{2}$, profit \$25,000	
" 1000 " 85, " 92 $\frac{1}{2}$ " 7,500	
" 500 " 90, " 92 $\frac{1}{2}$ " 1,250	
	<u>\$33,750</u>

	Brought Forward	\$33,750
Bought 300 at 95, sold at 92½, loss		750
Less Commissions		\$33,000
Net		950
Capital		\$32,050
Total		364,820
		\$406,870.

with 2000 short at 92½. January 15th low 88½. January 16th high 91½. Reduced stop to 92½. We figure last low 79½ on Dec. 20th to high 98 on January 3, 1918, and find 1/2 point = 88-5/8. On January 18th low 88-3/4. We cover shorts at 89 and buy 2000 at 89, with stop 87-5/8. February 1st, 19th and 27th highs at 98½ to 98, failing to cross top of January 3rd. We sell out at 98 and go short 2000 at 98, with stop 99.

The decline follows. Sold 1000 more at 93-3/4, because it is one point under February 21st. March low 89½. March 6th high 91-7/8. We reduce stop to 92-7/8. March 25th low 86-1/2. April 1st high 90-5/8. We reduce stop to 91-5/8. The stop was caught, and we buy 2000 at 91-5/8. April 2nd and 5th low 89-3/4. We raise stop to 88-3/4. Stop was caught and we sell 2000 short 88-3/4. Last top was 91-5/8 on April 5th. We place stop at 92-5/8. The stop was caught. We buy 2000 at 92-5/8. April 22nd high 96-1/4. April 23rd, 26th, 27th and 30th lows at 93-3/4. We raise stop to 93-3/4. May 5th, we buy 1000 more at 99, because the stock has crossed all tops made early in the year. We raise stop to 96-3/8. We buy 500 more at 104 and raise stop to 101, which was one point under May 9th low.

We buy 200 more at 109. May 16th high 113-3/4. May 14th low 109-3/8. We raise stop to 108-3/8. Stop was caught, and we sell short 2000 at 108-3/8. May 22nd high 110½. We make stop 111½. We sell 1000 more at 105½. June 1st low 96½. We figure from low of 79½ to high 113-3/4 and find 96-5/8 the 1/2 point. We cover shorts and buy 2000 at 97 with stop 95-5/8. After June 10th, we raise stop to 96½. We buy 1000 more at 104½. June 27th high 110½. Last low June 25th 107½ so we raise stop to 106½. The stop was caught, and we sell short 2000 at 106½. July 15 low 101½. Last top July 12th was 104-3/4. We make stop 105-3/4. Stop was caught, and we buy 2000 at 105-3/4. We buy 1000 more at 110-3/4. August 28th high 116½. Last low 110-3/4 on August 22nd. We make stop 109-3/4. Stop was caught and we sell short 2000 at 109-3/4.

September 13th low 107. September 14th high 109-3/4. We reduce stop to 110-3/4. Stop is caught, and we buy 2000 at 110-3/4. September 27th high 113 $\frac{1}{2}$. Last low 109-3/4, September 25th. We raise stop to 108-3/4. Stop was caught, and we sell short 2000 at 108-3/4.

We figure from June 1st low 96 $\frac{1}{2}$ to August 28th high 116 $\frac{1}{2}$, which makes 106-3/8 the 1/2 point. We cover shorts at 106 $\frac{1}{2}$ and buy 2000 at 106 $\frac{1}{2}$, stop 105-3/8. Stop is caught, and we sell short 2000 at 105-3/8.

October 9th low 104-5/8. Last low, October 8th, 108 $\frac{1}{2}$. We make stop 109-1/8, which is caught, and we buy 2000 at 109-1/8. October 19th high 114 $\frac{1}{2}$. We raise stop to 111 $\frac{1}{2}$. The stop is caught, and we sell 2000 short at 111 $\frac{1}{2}$, sell 2000 more at 107 $\frac{1}{2}$, sell 500 more at 102 $\frac{1}{2}$, and on November 7th, high 104 $\frac{1}{4}$ we reduce stop on all trades. to 105-1/8. November 29th low 94. High same day 96 $\frac{1}{4}$. We reduce stop to 97 $\frac{1}{4}$. Stop was caught, and we buy 2000 at 97 $\frac{1}{4}$. December 11th high 99-3/4. Last low 95 $\frac{1}{4}$ on December 6th. We raise stop to 94 $\frac{1}{4}$. Stop is caught, and we sell short 2000 at 94 $\frac{1}{4}$.

December 26th low 92 $\frac{1}{2}$. December 30th high 95 $\frac{1}{4}$. We make stop at 96 $\frac{1}{4}$. Stop was caught, and we buy 2000 at 96 $\frac{1}{4}$. Last low December 31st, 93-3/4. We place stop at 92-3/4. Stop was caught, and we sell short 2,000 at 92-3/4.

1919

January 9, 1919, high 94-3/8. We make stop 95-3/8. January 21st low 88-3/4. January 22nd high 90-5/8. January 25th high 94. January 27th low 90-3/4. We make stop 89-3/4. Stop was caught, and we sell 2000 short at 89-3/4. February 10th low 88 $\frac{1}{4}$. February 4th high 91. We make stop 92. Stop was caught, and we buy 2000 at 92.

The statement below covers trades from January 10, 1918 to February 10, 1919:

			<u>DEBIT</u>	<u>CREDIT</u>
Sold	2000	at 92½		
Bought	2000	" 89		
Sold	2000	" 98		
Sold	1000	" 93-3/4		
Bought	2000	" 91-5/8		
Sold	2000	" 88-3/4		
Bought	2000	" 92-5/8		
Bought	1000	" 99		
Bought	500	" 104		
Bought	200	" 109		
Sold	2000	" 108-3/8		
Sold	1000	" 105½		
Bought	2000	" 97		
Bought	1000	" 104½		
Sold	2000	" 106½		
Bought	2000	" 105-3/4		
Bought	1000	" 110-3/4		
Sold	2000	" 109-3/4		
Bought	2000	" 110-3/4		
Sold	2000	" 108-3/4		
Sold	2000	" 106-3/4		
Bought	2000	" 106-1/2		
Sold	2000	" 105-3/8		
Bought	2000	" 109-1/8		
Sold	2000	" 111-1/2		
Sold	1000	" 107-1/2		
Sold	500	" 102-1/2		
Bought	2000	" 97½		
Sold	2000	" 94½		
Bought	2000	" 96½		
Sold	2000	" 92-3/4		
Bought	2000	" 91-5/8		
Sold	2000	" 89-3/4		
			" 92	4,500
			<u>\$55,644</u>	<u>\$603,185</u>
		Commissions	<u>13,050</u>	<u>68,694</u>
		Net Profit		<u>\$534,491</u>

Bought 2000 at 92 - February 10, 1919. February 27th high 95-3/4. Low on February 25th 93 $\frac{1}{2}$. We raise stop to 92 $\frac{1}{2}$. Stop was caught. We sell short 2000 at 92 $\frac{1}{2}$. March 5th low 91-5/8; same low as March 1st. Last high March 3rd at 94-5/8. We make stop 95-5/8. The stop was caught. We buy 2000 at 95-5/8. March 11th low 95 $\frac{1}{2}$. We make stop 94 $\frac{1}{2}$. The stop was caught. We sell short 2000 at 94 $\frac{1}{2}$. March 19th low 94 $\frac{1}{4}$, stop 98. Stop was caught and we buy 200 at 98.

The market makes a series of narrow moves, and on April 23rd makes high at 103. April 25th low 99 $\frac{3}{4}$. We make stop 98 $\frac{3}{4}$. Stop was caught, and we sell short 2000 at 98 $\frac{3}{4}$. May 1st low 96 $\frac{1}{2}$. May 3rd high 99 $\frac{3}{4}$. We make stop 100 $\frac{3}{4}$. Stop was caught, and we buy 2000 at 100 $\frac{3}{4}$. Buy 1000 at 104.

June 6th high 111 $\frac{3}{4}$. June 11th low 106 $\frac{3}{4}$. We raise stop to 105 $\frac{3}{4}$. The stop was caught, and we sell short 2000 at 105 $\frac{3}{4}$. June 16th low 103 $\frac{1}{2}$. We figure last low May 1st 96 $\frac{1}{2}$ to June 6th at 111 $\frac{3}{4}$, making 1/2 point 104-1/8. We cover shorts at 104 $\frac{1}{4}$ and buy 2000 at 104 $\frac{1}{4}$, stop 103-1/8, and buy 1000 more at 109 $\frac{1}{4}$.

July 7th high 115-1/8. July 11th low 111-5/8. We raise stop to 110-5/8. Stop was caught. We go short 2000 at 110-5/8. July 24th high 113-3/8. We make stop 114-3/8. We sell 1000 more at 105, because it is one point under 1/2 point from 96 $\frac{1}{2}$ to 115 $\frac{1}{2}$.

August 21st low 98 $\frac{1}{2}$. August 25th high 101-5/8. We reduce stops to 102-5/8. Stops are caught, and we buy 2000 at 102-5/8 with stop 99 $\frac{1}{2}$.

September 4th high 107 $\frac{1}{2}$. September 5th low 103 $\frac{1}{4}$. We place stop 102 $\frac{1}{4}$. Stop was caught and we sell short 2000 at 103 $\frac{1}{4}$. September 20th low 100 $\frac{1}{2}$. We make stop 103 $\frac{1}{2}$. Stop was caught. We buy 2000 at 103 $\frac{1}{2}$.

October 10th high 112 $\frac{1}{2}$. October 23rd low 108. We make stop 107. Stop was caught. We sell short 2000 at 107 and place stop at 110. Stop was caught. We buy 2000 at 110. November 5th high 112 $\frac{1}{2}$, same high at October 10th. We sell out at 112 and go short 2000 at 112 with stop at 113 $\frac{1}{2}$. We sell 1000 more at 107. December 1st low 101. December 3rd high 103 $\frac{1}{2}$. We make stop 104 $\frac{1}{4}$. Stop was caught. We buy 2000 at 104 $\frac{1}{4}$, with stop at 100. December 12th low 100 $\frac{1}{2}$.

1920

January 5, 1920 high 109. January 8th low 105 $\frac{3}{4}$. We make stop 104 $\frac{3}{4}$. Stop was caught, and we sell short 2000 at 104 $\frac{3}{4}$. January 19th low 104 $\frac{1}{2}$. January 20th high 106. We make stop 107. Stop was caught. We buy 2000 at 107 with stop 104. Stop was caught. We sell 2000 at 100. Sell 1000 more at 99. February 27th low 92 $\frac{1}{2}$. We reduce stop to 95 $\frac{1}{2}$. Stop was caught, and we buy 2000 at 95 $\frac{1}{2}$.

March 20th low 102 $\frac{1}{4}$. We raise stop to 101 $\frac{1}{4}$. Stop was caught. We go short 2000 at 101 $\frac{1}{2}$. March 25th low 100 $\frac{1}{2}$. We make stop 103 $\frac{1}{4}$. Stop was caught. We buy 2000 at 103 $\frac{1}{2}$. April 7th high 107 $\frac{1}{2}$. April 12th low 104. Make stop 103. Stop caught. We sell 2000 at 103. Sell 1000 more at 99.

May 24th low 89 $\frac{1}{2}$. Last high June 22nd at 92 $\frac{1}{2}$. We make stop 93 $\frac{1}{2}$. Stop caught. We buy 2000 at 93 $\frac{1}{2}$. June 14th low 92 $\frac{1}{2}$. Raise stop to 91 $\frac{1}{2}$. Stop caught. We sell 2000 at 91 $\frac{1}{2}$. June 23rd low 91 $\frac{1}{2}$. June 26th high 93. We make stop 94. Stop caught. We buy 2000 at 94. July 8th high 95 $\frac{1}{2}$. We make stop 92 $\frac{1}{2}$. Stop caught. We sell 2000 at 92 $\frac{1}{2}$ and sell 1000 at 87 $\frac{1}{2}$.

August 9th low 84. August 7th low 96 $\frac{1}{2}$. We make stop 87. Stop caught. We buy 2000 at 87. September 8th high 91 $\frac{1}{2}$. August 25th low 88-1/8. We make stop 87 $\frac{1}{2}$. Stop caught. We sell 2000 at 87 $\frac{1}{2}$. The decline follows, and we sell 1000 more at 85 $\frac{1}{2}$.

December 21st low 76 $\frac{1}{4}$. December 24th high 97-7/8. We make stop 80-7/8. The stop caught. We buy 2000 at 80-7/8. February 16th high 85. February 21st low 82-3/4. We make stop 81 $\frac{3}{4}$. Stop caught. We sell 2000 at 81 $\frac{3}{4}$. March 12th low 77 $\frac{1}{4}$. We make stop 80 $\frac{3}{4}$. The stop was caught. We buy 2000 at 80 $\frac{3}{4}$.

The statement below covers trades from February 10, 1919 to March 15, 1921:

		February 10, 1919.	<u>DEBIT</u>	<u>CREDIT</u>
Bought	2000 at 92	closed at 92 $\frac{1}{2}$		\$534,491
Sold	2000 " 92 $\frac{1}{2}$	" " 95-5/8	1,000	
Bought	2000 " 95-5/8	" " 94-1/2	\$ 250	
Sold	2000 " 94-1/2	" " 98	2,250	
Bought	2000 " 98	" " 98 $\frac{1}{2}$		7,000
Sold	2000 " 98 $\frac{1}{2}$	" " 100 $\frac{1}{2}$	1,500	
Bought	2000 " 100 $\frac{1}{2}$	" " 105 $\frac{1}{2}$		4,000
Bought	1000 " 104	" " 105 $\frac{1}{2}$		10,000
Sold	2000 " 105 $\frac{1}{2}$	" " 104 $\frac{1}{2}$		1,750
Bought	2000 " 104-1/8	" " 110-5/8		3,000
Bought	1000 " 109	" " 110-5/8		13,000
Sold	2000 " 110-5/8	" " 102-5/8		1,625
Sold	1000 " 105	" " 102-5/8		16,000
Bought	2000 " 102-5/8	" " 102-1/4	750	
Sold	2000 " 103 $\frac{1}{2}$	" " 103-1/2	2,375	
Bought	2000 " 103 $\frac{1}{2}$	" " 107		500
Sold	2000 " 107	" " 110	7,000	
Bought	2000 " 110	" " 112		4,000
Sold	2000 " 112	" " 104 $\frac{1}{2}$		1,550
Sold	1000 " 107	" " 104 $\frac{1}{2}$		2,750
Bought	2000 " 104 $\frac{1}{2}$	" " 104 $\frac{1}{2}$		1,000
Sold	2000 " 104 $\frac{1}{2}$	" " 107	4,500	
Bought	2000 " 107	" " 104	6,000	
Sold	2000 " 104	" " 95 $\frac{1}{2}$		17,000

(Continued on next page)

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				<u>DEBIT</u>	<u>CREDIT</u>
Sold	1000	at	99		\$3,500
Bought	2000	"	95 $\frac{1}{2}$		11,500
Sold	2000	"	101 $\frac{1}{2}$		
Bought	2000	"	103 $\frac{1}{2}$	\$4,000	
Sold	2000	"	103	500	
Sold	1000	"	99		15,000
Bought	2000	"	95 $\frac{1}{2}$		3,500
Sold	2000	"	91 $\frac{1}{2}$		
Bought	2000	"	94	7,500	
Sold	2000	"	92 $\frac{1}{2}$	4,500	
Bought	2000	"	94	3,000	
Sold	2000	"	92 $\frac{1}{2}$		11,000
Sold	1000	"	87 $\frac{1}{2}$		500
Bought	2000	"	87		500
Sold	2000	"	87 $\frac{1}{2}$		12,750
Sold	1000	"	85 $\frac{1}{2}$		5,625
Bought	2000	"	80-7/8		1,750
Sold	2000	"	80-7/8		
Bought	2000	"	81-3/4		2,000
Sold	2000	"	81-3/4		
				\$51,750	\$685,666
				Commissions	<u>18,000</u>
					<u>69,750</u>
				Net Profit	\$615,916

March 15, 1921, bought 2000 at 80-3/4. March 22nd low 80 $\frac{1}{2}$. We make stop 79 $\frac{3}{4}$. April 14th stop caught. We sell short 2000 at 79-3/4, stop 82-3/4. Stop caught. We buy 2000 at 82-3/4. May 6th high 86-1/2. We make stop 83-1/2. Stop caught. We go short 2000 at 83-1/2. Decline continues. We sell 1000 at 78-1/2. June 23rd low 70-1/2. We reduce stop to 73-1/2. Stop was caught and we buy 2000 at 73-1/2. June 30th low 73-5/8. We make stop 72-5/8. Stop caught. We go short 2000 at 72-5/8. July 16th low 71-1/2. July 20th high 73-1/2. We make stop 74-1/2. Stop caught. We buy 2000 at 74-1/2.

September 19th, 26th and 30th high 80 $\frac{1}{2}$. We sell out at 80 and go short 2000 at 80, stop 81 $\frac{1}{2}$. October 17th low 77 $\frac{1}{4}$. October 20th, high 78-5/8. We make stop 79-5/8. Stop is caught, and we buy 2000 at 79-5/8. December 15th low 83-3/4. We raise stop to 82-3/4. Stop is caught, and we go short 2000 at 82-3/4.

1922

January 6th low 82. January 9th high 83 $\frac{1}{2}$. We make stop 84 $\frac{1}{2}$. Stop caught. We buy 2000 at 84 $\frac{1}{2}$ and buy 1000 at 89 $\frac{1}{2}$. Buy 500 at 94 $\frac{1}{2}$. Buy 300 at 99 $\frac{1}{2}$.

April 20th high 100 $\frac{1}{2}$. April 18th last low 97. We raise stop to 96. June 6th high 103 $\frac{1}{2}$, low 102-5/8 on June 5th. We raise stop to 101-5/8. Stop caught. We sell short 2000 at 101-5/8.

The statement below covers trades from March 15, 1921 to June 1922:

		March 15, 1921	<u>DEBIT</u>	<u>CREDIT</u>
Bought 2000 at	80 $\frac{3}{4}$	closed at 79 $\frac{3}{4}$	\$2,000	\$615,916
Sold 2000 "	79 $\frac{3}{4}$	" " 82 $\frac{1}{4}$	6,000	
Bought 2000 "	82 $\frac{1}{4}$	" " 83 $\frac{1}{2}$		1,500
Sold 2000 "	83 $\frac{1}{2}$	" " 73 $\frac{1}{2}$		20,000
Bought 2000 "	73 $\frac{1}{2}$	" " 72-5/8	1,750	
Sold 2000 "	72-5/8	" " 74	3,750	
Bought 2000 "	74-1/2	" " 80		11,000
Sold 2000 "	80	" " 79-5/8		750
Bought 2000 "	79-5/8	" " 82-3/4		6,250
Sold 2000 "	82-3/4	" " 84-1/2	3,500	
Bought 2000 "	84-1/2	" " 101-5/8		24,250
Bought 1000 "	89-1/2	" " 101-5/8		12,125
Bought 500 "	94-1/2	" " 101-5/8		3,562.50
Bought 300 "	99-1/2	" " 101-5/8		637.50
			\$17,000	\$695,991.00
		Commissions	5,950	22,950.00
		Net Profit	\$673,041.00	

June, 1922 sold short 2000 at 101-5/8. June 12th and 16th low 96 $\frac{3}{4}$. We make stop 99 $\frac{3}{4}$. Stop caught. We buy 2000 at 99 $\frac{1}{4}$. Buy 1000 more at 104. September 11th high 106 $\frac{1}{2}$. September 14th low 104 $\frac{1}{2}$. We make stop 103 $\frac{1}{2}$. Stop caught. We go short 2000 at 103 $\frac{1}{2}$. September 27th and 29th low 100 $\frac{3}{4}$. September high 102 $\frac{1}{2}$. We make stop 103 $\frac{1}{2}$. Stop caught. We buy 2000 at 103 $\frac{1}{2}$. Buy 1000 at 107. October 16th high 111 $\frac{1}{2}$. We make stop 108 $\frac{1}{2}$. Stop caught. We go short 2000 at 108 $\frac{1}{2}$. November 1st low 103 $\frac{1}{4}$. Make stop 106 $\frac{1}{4}$. Stop caught. We buy 2000 at 106 $\frac{1}{4}$.

November 9th high 110 $\frac{3}{4}$. Make stop 107 $\frac{1}{4}$. Stop caught. We sell 2000 at 107 $\frac{1}{4}$. November 28th low 99 $\frac{3}{4}$. December 2nd high 103 $\frac{1}{2}$. We make stop 104 $\frac{1}{2}$ and buy 2000 at 104 $\frac{1}{2}$. December 26th low 106 $\frac{1}{4}$. Make stop 105 $\frac{1}{4}$. Stop caught. We go short 2000 at 105 $\frac{1}{4}$.

1923

January 31st low 104. Make stop 107. Stop caught. We buy 2000 at 107. March 21st high 109 $\frac{1}{2}$. March 17th low 107 $\frac{1}{2}$. We make stop 106 $\frac{1}{2}$. Stop caught. We go short 2000 at 106 $\frac{1}{2}$.

The statement below covers trades from June, 1922 to March, 1923:

		DEBIT	CREDIT
	June, 1922		
Sold 2000 at 101-5/8	closed at 99-3/4		\$673,041
Bought 2000 " 99-3/4	" " 103 $\frac{1}{2}$		3,750
Bought 1000 " 104	" " 103 $\frac{1}{2}$		7,500
Sold 2000 " 103 $\frac{1}{2}$	" " 103 $\frac{1}{2}$	\$500	--
Bought 2000 " 103 $\frac{1}{2}$	" " 108 $\frac{1}{2}$		10,000
Bought 1000 " 107	" " 108 $\frac{1}{2}$		1,500
Sold 2000 " 108 $\frac{1}{2}$	" " 106 $\frac{1}{2}$		4,500
Bought 2000 " 106 $\frac{1}{2}$	" " 107 $\frac{1}{2}$		3,000
Sold 2000 " 107 $\frac{1}{2}$	" " 104 $\frac{1}{2}$		6,500
Bought 2000 " 104 $\frac{1}{2}$	" " 105 $\frac{1}{2}$		1,500
Sold 2000 " 105 $\frac{1}{2}$	" " 107	3,500	
Bought 2000 " 107	" " 106 $\frac{1}{2}$	1,000	
		<u>\$5,000</u>	<u>\$711,291</u>
	Commissions	<u>5,500</u>	<u>10,500</u>
	Total Profit		<u>\$700,791</u>

Sold 2000 at 106 $\frac{1}{2}$
 Sell 1000 " 103
 Sell 500 " 98
 Sell 300 " 93

June 30th, July 5th, 11th and 17th made lows at 89 $\frac{1}{2}$ to 89 $\frac{1}{4}$, and on July 14th high 91 $\frac{1}{2}$. We make stop on all trades at 92 $\frac{1}{2}$. Stop caught and we buy 2000 at 92 $\frac{1}{2}$. July 23rd high 92 $\frac{3}{4}$. July 21st low 91 $\frac{1}{2}$. We make stop 90 $\frac{1}{2}$. Stop caught. We sell short 2000 at 90 $\frac{1}{2}$. July 31st low 85-3/8. August 2nd high 88 $\frac{1}{2}$. We make stop 89 $\frac{1}{2}$. Stop caught. We buy 2000 at 89 $\frac{1}{2}$. August 30th high 94. August 8th low 92. Make stop 91. Stop caught. We go short 2000 at 91. September 25th low 85-5/8, same low as July 31st. We cover shorts at 86 $\frac{1}{2}$ and buy 2000 at 86 $\frac{1}{2}$, with stop 84 $\frac{1}{2}$. We buy 1000 at 90. November 9th low 94. We make stop 93. Stop caught. We sell 2000 at 93. November 17th low 91-7/8. We make stop 94-7/8 and buy 2000 at 94-7/8. Buy 1000 at 98 and 500 at 103.

1924

February 7th high 109. February 8th low 106 $\frac{1}{2}$. We make stop 105 $\frac{1}{2}$. Stop caught. We go short 2000 at 106 $\frac{1}{2}$. Sell 1000 at 101 $\frac{1}{2}$. March 29th low 97. We figure low of 85-3/8 to high 109 and find 1/2 point 97. We cover shorts at 97 $\frac{1}{2}$ and buy 2000 at 97 $\frac{1}{2}$, stop 96. Stop is caught and we go short 2000 at 96.

The statement below covers trades from March, 1923 to April, 1924:

			March, 1923	<u>DEBIT</u>	<u>CREDIT</u>
Sold	2000	at	106 $\frac{1}{2}$	closed at 92 $\frac{1}{2}$	\$700,791
Sold	1000	"	103	" " 92 $\frac{1}{2}$	28,000
Sold	500	"	98	" " 92 $\frac{1}{2}$	10,500
Sold	300	"	93	" " 92 $\frac{1}{2}$	2,750
Bought	2000	"	92 $\frac{1}{2}$	" " 91 $\frac{1}{2}$	150
Sold	2000	"	90 $\frac{1}{2}$	" " 89 $\frac{1}{2}$	\$2,000
Bought	2000	"	89 $\frac{1}{2}$	" " 91	2,000
Sold	2000	"	91	" " 86 $\frac{1}{2}$	9,000
Bought	2000	"	86 $\frac{1}{2}$	" " 93	13,000
Bought	1000	"	90	" " 93	3,000
Sold	2000	"	93	" 94-7/8	3,750
Bought	2000	"	94-7/8	" 105-1/2	21,250
Bought	1000	"	98	" 105-1/2	7,500
Bought	500	"	103	" 105-1/2	1,250
Sold	2000	"	106-1/2	" 97-1/2	18,000
Sold	1000	"	101-1/2	" 97-1/2	4,000
Bought	2000	"	97-1/2	" 96	<u>3,000</u>
					\$11,750
					<u>Commissions</u> 6,325
					<u>Net Profit</u> 18,075
					\$821,191
					<u>Net Profit</u> \$603,116

Sold 2000 at 96. April 10th, 15th and 22nd low 95 $\frac{1}{2}$. We make stop 98 $\frac{1}{2}$. Stop caught. We buy 2000 at 98 $\frac{1}{2}$. April 26th high 101. We raise stop to 98. Stop caught. We go short 2000 at 98. June 6th low 94-1/8. We make stop 97-1/8. Stop caught. We buy 2000 at 97-1/8 buy 1000 at 102 and 500 at 107. August 20th high 111 $\frac{1}{2}$. We raise stop to 108 $\frac{1}{4}$. Stop caught. We go short 2000 at 108 $\frac{1}{4}$. September 8th low 105 $\frac{1}{4}$. We make stop 108 $\frac{1}{4}$. Stop caught. We buy 2000 at 108 $\frac{1}{4}$. September 25th low 108 $\frac{1}{4}$. We raise stop to 107 $\frac{1}{4}$. Stop caught. We go short 2000 at 107 $\frac{1}{4}$. October 14th low 104 $\frac{1}{4}$. October 18th high 107 $\frac{1}{4}$. We make stop 108 $\frac{1}{4}$. Stop caught. We buy 2000 at 108-1/8. Buy 1000 at 112. November 26th high 119 $\frac{1}{4}$. December 2nd low 116. We raise stop to 115 and buy 500 at 117. Buy 300 at 122.

1925

January 23rd high 129 $\frac{1}{2}$. January 28th low 125 $\frac{3}{4}$. We make stop 124 $\frac{3}{4}$. Stop caught and we go short 2000 at 124 $\frac{3}{4}$. February 19th low 122. We sell 1000 at 121 and 500 at 116. March 30th low 112 $\frac{1}{4}$. April 8th high 115 $\frac{1}{4}$. We make stop 116 $\frac{1}{4}$. Stop caught.

The statement below covers trades from April, 1924 to April, 1925:

			April, 1924	<u>DEBIT</u>	<u>CREDIT</u>
Sold	2000	at	96	\$5,000	\$803,116
Bought	2000	"	98 $\frac{1}{4}$	1,000	
Sold	2000	"	98	1,750	
Bought	2000	"	98-1/8	23,250	
Bought	1000	"	102	6,750	
Bought	500	"	107	875	
Sold	2000	"	108 $\frac{3}{4}$	1,000	
Bought	2000	"	108 $\frac{1}{2}$	2,000	
Sold	2000	"	107 $\frac{1}{4}$	2,000	
Bought	2000	"	108-1/8	33,250	
Bought	1000	"	112	12,750	
Bought	500	"	117	3,875	
Bought	300	"	122	825	
Sold	2000	"	124 $\frac{3}{4}$	17,000	
Sold	1000	"	121	4,750	
Sold	500	"	116	125	
				\$10,125	\$909,191
				Commissions	5,700
				Net Profit	15,825
					\$893,366

We buy 2000 at 116 $\frac{1}{4}$. April 18th high 118 $\frac{1}{4}$, Raise stop to 115 $\frac{1}{4}$. Stop caught. We go short 2000 at 115 $\frac{1}{4}$. April 30th low 112 $\frac{3}{4}$. We make stop 115 $\frac{3}{4}$. Stop caught. We buy 2000 at 115 $\frac{3}{4}$. April 21st high 120 $\frac{1}{4}$. Raise stop to 117 $\frac{1}{4}$. Stop caught. We go short 2000 at 117 $\frac{1}{4}$. June 5th low 113 $\frac{1}{2}$. June 8th high 114 $\frac{1}{4}$. We make stop 115 $\frac{1}{2}$. Stop caught. We buy 2000 at 115 $\frac{1}{2}$. June 15th high 117 $\frac{1}{4}$. June 18th low 115 $\frac{3}{4}$. Make stop 114 $\frac{3}{4}$. Stop caught. We go short 2000 at 115 $\frac{3}{4}$. June 29th low 113 $\frac{1}{4}$. Make stop 116 $\frac{1}{4}$. Stop caught. We buy 2000 at 116 $\frac{1}{4}$ and 1000 at 121. August 26th high 125-7/8. We raise stop to 122-7/8. Stop caught. We go short 2000 at 112-7/8. September 3rd low 118 $\frac{1}{4}$. Make stop 121 $\frac{1}{4}$. Stop caught. We buy 2000 at 121 $\frac{1}{4}$. September 15th high 125-7/8. Make stop 122-5/8. Stop caught. We go short 2000 at 122-5/8. September 28th low 118 $\frac{1}{2}$. We figure from low 112 $\frac{1}{4}$ March 30th to high 125-7/8 August 26th and find 1/2 point 119, so we cover shorts and

Buy 2000 at 119 $\frac{1}{4}$ with stop 118
 " 1000 " 124 $\frac{3}{4}$
 " 500 " 127
 " 300 " 132
 " 200 " 137

November 7th high 139-3/8. We raise stop to 136-3/8. Stop caught. We go short 2000 at 136-3/8. Sold 1000 more at 131-3/8. November 10th low 128. Make stop 131. Stop caught. We buy 2000 at 131, November 14th high 138 $\frac{1}{2}$. We make stop 135 $\frac{1}{2}$. Stop caught. We go short 2000 at 135-1/2. November 24th low 126-5/8. We make stop 129-5/8. Stop caught. We buy 2000 at 129-5/8. December 8th high 137 $\frac{1}{4}$. Make stop 134 $\frac{1}{4}$. Stop caught. We go short 2000 at 134 $\frac{1}{4}$. December 22nd low 131 $\frac{1}{4}$. Make stop 134 $\frac{1}{4}$. Stop caught. We buy 2000 at 134 $\frac{1}{4}$.

1926

January 4th high 138 $\frac{1}{2}$. We make stop 135 $\frac{1}{2}$. Stop caught. We go short 2000 at 135 $\frac{1}{2}$. Later sell 1000 at 131 and 500 at 127. March 2nd low 120. Make stop 123. Stop caught.

The statement below covers trades from April, 1925 to March 5, 1926:

			<u>DEBIT</u>	<u>CREDIT</u>
Balance brought forward April, 1925				\$893,366
Bought 2000 at 116 $\frac{1}{4}$	closed at 115 $\frac{1}{2}$		\$2,000	
Sold 2000 "	115 $\frac{1}{2}$	" " 115 $\frac{1}{2}$	1,000	
Bought 2000 "	115 $\frac{3}{4}$	" " 117 $\frac{1}{4}$		3,000
Sold 2000 "	117 $\frac{1}{4}$	" " 115 $\frac{3}{4}$		3,500
Bought 2000 "	115 $\frac{3}{4}$	" " 114 $\frac{1}{4}$	1,500	
Sold 2000 "	115 $\frac{3}{4}$	" " 116 $\frac{1}{2}$	1,000	
Bought 2000 "	116 $\frac{1}{4}$	" " 122-7/8		13,250
Sold 2000 "	122-7/8	" " 121 $\frac{1}{4}$		3,250
Bought 2000 "	121 $\frac{1}{4}$	" " 122-5/8		2,750
Sold 2000 "	122-5/8	" " 119		7,250
Bought 2000 "	119 $\frac{1}{4}$	" " 136-3/8		34,250
Bought 1000 "	124 $\frac{1}{4}$	" " 136-3/8		12,125
Bought 500 "	127	" " 136-3/8		4,687.50
Bought 300 "	132	" " 136-3/8		1,311.50
Bought 200 "	137	" " 136-3/8	125	
Sold 2000 "	136-3/8	" " 131		10,750.
Bought 2000 "	131	" " 135 $\frac{1}{2}$		9,000
Sold 2000 "	135 $\frac{1}{2}$	" " 129-5/8		11,750
Bought 2000 "	129-5/8	" " 134 $\frac{1}{4}$		9,250
Sold 1000 "	134 $\frac{1}{4}$	" " 134 $\frac{1}{4}$	500	
Bought 2000 "	134 $\frac{1}{4}$	" " 135 $\frac{1}{2}$		1,500
Sold 2000 "	135 $\frac{1}{2}$	" " 123		25,000
Sold 1000 "	131	" " 123		8,000
Sold 500 "	127	" " 123		2,000
			<u>\$6,125</u>	<u>\$1,055,990.00</u>
Commissions			9,625	15,750.00
Net Profit				\$1,040,240.00

We bought 2000 at 123. March 16th high 128-1/8. We make stop 125-1/8. The stop was caught. We go short 2000 at 125-1/8. March 30th low 117-5/8. Make stop 120-5/8. Stop caught. We buy 2000 at 120-5/8. April 6th high 123 $\frac{1}{2}$. Make stop 120 $\frac{1}{2}$. Stop caught. We go short 2000 at 120 $\frac{1}{2}$. April 15th low 117. Make stop 120. Stop caught. We buy 2000 at 120. April 29th high 124-5/8. We make stop 121-5/8. Stop caught. We go short 2000 at 121-5/8. May 17th low 118-1/8. Make stop 121-1/8. Stop caught. We buy 2000 at 121-1/8. Later we buy 1000 at 126-1/8 and buy 500 at 131 and buy 300 at 136 and 200 at 141. July 11th high 144-7/8. Make stop on all trades 141-7/8. Stop caught, and we sell short 2000 at 141-7/8. July 24th low 137 $\frac{1}{4}$. July 23 high 140 $\frac{1}{2}$. We make stop at 141 $\frac{1}{2}$. Stop caught. We buy 2000 at 141 $\frac{1}{2}$. Later we buy 1000 at 145 $\frac{1}{2}$, and 500 at 150. August 9th high 155 $\frac{1}{4}$. We raise stop to 152 $\frac{1}{4}$. Stop caught, and we go short 2000 at 152 $\frac{1}{4}$. August 12th low 147 $\frac{1}{2}$. We make stop 150 $\frac{1}{2}$. Stop caught, and we buy 2000 at 150 $\frac{1}{2}$. Later we buy 1000 at 155. August 17th high 159 $\frac{1}{2}$. We raise stop to 156 $\frac{1}{2}$. Stop caught. We go short 2000 at 156 $\frac{1}{2}$. August 20th low 148 $\frac{1}{2}$. We make stop 151 $\frac{1}{2}$. Stop caught. We buy 200 at 151 $\frac{1}{2}$.

August 24th high 153. We make stop 150. Stop caught. We go short 2000 at 150. August 25th low 147-5/8. We make stop 150-5/8. Stop caught. We buy 2000 at 150-5/8. September 8th high 152 $\frac{3}{4}$. We make stop 149 $\frac{3}{4}$. Stop caught. We go short 2000 at 149 $\frac{3}{4}$. September 20th low 142 $\frac{1}{2}$. We make stop 145 $\frac{1}{2}$. Stop caught and we buy 2000 at 145 $\frac{1}{2}$. Later we buy 1000 at 150.

October 2nd high 154 $\frac{3}{4}$. Raise stop to 151 $\frac{3}{4}$. Stop caught. We go short 2000 at 151 $\frac{3}{4}$. We sell 1000 at 147 and sell 500 at 142 and 300 at 140. October 20th low 133 $\frac{3}{4}$. We make stop 136 $\frac{3}{4}$. Stop caught. We buy 2000 at 136 $\frac{3}{4}$, and later buy 1000 at 141 $\frac{3}{4}$ and buy 500 at 146 $\frac{3}{4}$. November 16th high 153 $\frac{1}{2}$. We make stop 150 $\frac{1}{2}$. Stop caught. We go short 2000 at 150 $\frac{1}{2}$.

November 19th low 143 $\frac{1}{2}$. We make stop 146 $\frac{1}{2}$. Stop caught. We buy 2000 at 146 $\frac{1}{2}$ and later buy 1000 at 151 $\frac{1}{2}$ and 500 at 156 $\frac{1}{2}$. December 17th and 27th high 160 $\frac{1}{2}$. We sell out at 160 and go short 2000 at 160, because 159 $\frac{1}{2}$ was high on August 17th. We place a stop at 162 $\frac{1}{2}$.

1927

January 4th and 7th low 154. January 5th high 156 $\frac{1}{2}$. We make stop 157 $\frac{1}{2}$. Stop caught. We buy 2000 at 157 $\frac{1}{2}$. January 13th high 159 $\frac{1}{4}$. We raise stop to 156 $\frac{1}{2}$. Stop caught. We sell 2000 short at 156 $\frac{1}{2}$. January 27th low 153 $\frac{1}{2}$. We make stop 156 $\frac{1}{2}$. Stop caught. We buy 2000 at 156 $\frac{1}{2}$. February 24th high 162 $\frac{1}{2}$. We make stop 159 $\frac{1}{2}$. Stop caught. We go short 2000 at 159 $\frac{1}{2}$. March 5th and 8th low 156 $\frac{1}{2}$. March 7th high 157 $\frac{1}{2}$. We make stop 158 $\frac{1}{2}$. Stop caught.

The statement below covers trades from March 5, 1926 to March 10, 1927

	<u>DEBIT</u>	<u>CREDIT</u>
Balance brought forward March 5, 1926		\$1,040,240
Carried Forward		

Brought Forward... \$1,040,240

			<u>DEBIT</u>	<u>CREDIT</u>
Bought 2000 at	123	closed at	125-1/8	\$ 4,250.00
Sold 2000 "	125-1/8	" "	120-5/8	11,000.00
Bought 1000 "	120-5/8	" "	120-1/2	
Sold 2000 "	120 $\frac{1}{2}$	" "	120	\$ 125 1,000.00
Bought 2000 "	120	" "	121-5/8	3,250.00
Sold 2000 "	121-5/8	" "	121-1/8	1,000.00
Bought 2000 "	121-1/8	" "	141-7/8	41,500.00
Bought 1000 "	126-1/8	" "	141-7/8	15,750.00
Bought 500 "	131	" "	141-7/8	5,437.50
Bought 300 "	136	" "	141-7/8	1,762.50
Bought 200 "	141	" "	141-7/8	.175.00
Sold 2000 "	141-7/8	" "	141-1/2	750.00
Bought 2000 "	141-1/2	" "	152-1/4	21,500.00
Bought 1000 "	145-1/2	" "	152-1/4	6,750.00
Bought 500 "	150	" "	152-1/4	1,125.00
Sold 2000 "	152-1/4	" "	150-1/2	3,500.00
Bought 2000 "	150-1/2	" "	150	1,000
Sold 2000 "	150	" "	150-5/8	1,250
Bought 2000 "	150-5/8	" "	149-3/4	1,750
Sold 2000 "	149-3/4	" "	145-1/4	9,000.00
Bought 2000 "	145-1/4	" "	151-3/4	13,000.00
Bought 1000 "	150	" "	151-3/4	1,750.00
Sold 2000 "	151-3/4	" "	136-3/4	30,000.00
Sold 1000 "	147	" "	136-3/4	10,250.00
Sold 500 "	142	" "	136-3/4	2,625.00
Sold 300 "	140	" "	136-3/4	975.00
Bought 2000 "	136-3/4	" "	150-1/2	27,500.00
Bought 1000 "	141-3/4	" "	150-1/2	8,750.00
Bought 500 "	146-3/4	" "	150-1/2	3,875.00
Sold 2000 "	150-1/2	" "	146-1/2	8,000.00
Bought 2000 "	146-1/2	" "	160	27,000.00
Bought 1000 "	151-1/2	" "	160	8,500.00
Bought 500 "	156-1/2	" "	160	2,250.00
Sold 2000 "	160	" "	157-1/2	5,000.00
Bought 2000 "	157-1/2	" "	156-1/4	2,500
Sold 2000 "	156-1/4	" "	156-1/2	500
Bought 2000 "	156-1/2	" "	159-1/2	6,000.00
Sold 2000 "	159-1/2	" "	158-3/4	<u>1,500.00</u>
				\$7,125 \$1,324,965.00
		Commissions	<u>14,075</u>	<u>21,200.00</u>
		Net Profits		\$1,303,765.00

We buy 2000 at 158-3/4. Later we buy 1000 at 163 and 500 at 168. April 11th and 16th, high 172-3/4. We make stop 169-3/4. Stop caught. We go short 2000 at 169-3/4. May 2nd low 164-1/2. We make stop 167-1/2. Stop caught. We discontinue trading in the

old stock.

May 9th, we buy 2000 of new stock at 121 $\frac{1}{2}$. June 1st high 125 $\frac{3}{4}$. June 4th low 123. We make stop 122. The stop was caught. We go short 2000 at 122. June 30th low 118-7/8. June 25th last high 121 $\frac{1}{2}$. We make stop 122 $\frac{1}{2}$. The stop was caught and we buy 2000 at 122 $\frac{1}{2}$. Later we buy 1000 at 127 and 500 at 132. August 2nd high 138-3/8. August 1st low 134-5/8. We raise stop to 133-5/8. Stop was caught, and we sell 2000 short at 133-5/8. August 12th low 129 $\frac{1}{4}$. We make stop 132 $\frac{1}{4}$. Stop was caught and we buy 2000 at 132 $\frac{1}{4}$ and later buy 1000 at 136, 500 at 141, 300 at 145, 200 at 150 and 100 at 155.

September 16th high 160 $\frac{1}{2}$. We make stop on all trades 157 $\frac{1}{2}$. The stop was caught, and we go short 2000 at 157 $\frac{1}{2}$. Later sell 1000 at 152 $\frac{1}{2}$ and 500 at 147 $\frac{1}{2}$. September 29th low 145 $\frac{1}{2}$. We make stop 148 $\frac{1}{2}$. Stop caught. We buy 2000 at 148 $\frac{1}{2}$. October 4th high 154-5/8. We make stop 151-5/8. Stop was caught and we go short 2000 at 151-5/8 and later sell 1000 at 146-5/8, sell 500 at 141-5/8, 300 at 136-5/8 and 200 at 131-5/8. October 29th low 128-5/8. We make stops on all trades 131-5/8. Stops caught.

We buy 2000 at 131-5/8 and later we buy 1000 at 136-5/8 and 500 at 141-5/8. November 29th high 147-5/8. Same day low 144-5/8. We make stop 143-5/8. Stop was caught, and we go short 2000 at 143-5/8. December 9th low 138. We make stop 141. Stop caught. We buy 2000 at 141 and later buy 1000 at 145 and 500 at 150. December 24th high 155. We make stop 152. Stop was caught, and we sell short 2000 at 152 and later sell 500 at 147 and 300 at 142. On March 2, 1928 low 137 $\frac{1}{2}$, just 1/2 point under low of December 9th. We could have covered shorts at 138 and bought with stop at 137, which would not have been caught, but we reduce stop to 140 $\frac{1}{2}$, because the last three tops were at 140 $\frac{1}{4}$. The stop was caught.

The following statement covers trades from March 10, 1927 to March, 1928:

	<u>DEBIT</u>	<u>CREDIT</u>
Balance brought forward March 10, 1927		\$1,313,765
Bought 2000 at 158 $\frac{3}{4}$ closed at 169 $\frac{3}{4}$		22,000
Bought 1000 " 163 " " 169 $\frac{3}{4}$		6,750
Bought 500 " 168 " " 169 $\frac{3}{4}$		875
Sold 2000 " 169 $\frac{3}{4}$ " " 167 $\frac{1}{2}$		4,500
<u>NEW STOCK</u>		
Bought 2000 at 121 $\frac{1}{2}$ closed at 122		1,000
Sold 2000 " 122 " " 122 $\frac{1}{2}$	\$1,000	
Bought 2000 " 122 $\frac{1}{2}$ " " 133-5/8		22,250
Bought 1000 " 127 " " 133-5/8		6,625
Bought 500 " 132 " " 133-5/8		812.50
Sold 2000 " 133-5/8 " " 132 $\frac{1}{2}$		2,750
Bought 2000 " 132 $\frac{1}{4}$ " " 157 $\frac{1}{2}$		50,500

			<u>DEBIT</u>	<u>CREDIT</u>
Bought 1000 at 136	closed at 157½			\$21,500
Bought 500 " 131	" " 157½			13,250
Bought 300 " 145	" " 157½			3,750
Bought 200 " 150	" " 157½			1,500
Bought 100 " 155	" " 157½			250
Sold 2000 " 157½	" " 148½			18,000
Sold 1000 " 152½	" " 148½			4,000
Sold 500 " 147½	" " 148½	500		"
Bought 2000 " 148½	" " 151-5/8			6,250
Sold 2000 " 151-5/8	" " 131-5/8			40,000
Sold 1000 " 146-5/8	" " 131-5/8			15,000
Sold 500 " 141-5/8	" " 131-5/8			5,000
Sold 300 " 136-5/8	" " 131-5/8			1,500
Sold 200 " 131-5/8	" " 131-5/8	--		--
Bought 2000 " 131-5/8	" " 143-5/8	--		24,000
Bought 1000 " 136-5/8	" " 143-5/8			7,000
Bought 500 " 141-5/8	" " 143-5/8			1,000
Sold 2000 " 143-5/8	" " 141			5,250
Bought 2000 " 141	" " 152			22,000
Bought 1000 " 145	" " 152			7,000
Bought 500 " 150	" " 152			1,000
Sold 2000 " 152	" " 140½			23,000
Sold 500 " 147	" " 140½			3,250
Sold 300 " 142	" " 140½			450
			\$1,500	\$1,645,777.50
	Commissions		<u>10,100</u>	<u>11,600.00</u>
	Net Credit			\$1,634,177.50

1928

We buy 2000 at 140½ and later buy 1000 at 144½ and 500 at 149½. March 22nd and 26th high 152. We raise stop to 149. Stop caught, and we sell short 2000 at 149, April 2nd and 11th low 145, same low as March 14th and 20th. We reduce stop to 148, although could have covered against double bottom. Stop caught. We buy 2000 at 148. April 12th high 154. We raise stop to 151. Stop was caught, and we sell short 2000 at 151. April 24th low 143¾. April 27th high 147. We make stop 148. Stop caught. We buy 2000 at 148. May 11th high 150¾. We make stop at 147½. The stop was caught, and we go short 2000 at 147¾, and later sell 1000 at 142¾ and 500 at 137½, June 11th low 132-5/8. Last low June 21st at 136½. We make stop 137½. Stop was caught, and we buy 2000 at 137½. July 9th high 142. We make stop 139. Stop caught, and we go short 2000 at 139. July 17th low 134. We make stop 137. The stop was caught.

We buy 2000 at 137 and later buy 1000 at 142, 500 at 147 and 300 at 152. September 17th high 160-3/8. We make stop 157-3/8. Stop was caught, and we sell short 2000 at 157-3/8. September 21st low 155. We make stop 158. The stop was caught, and we buy 2000 at 158. Later buy 1000 at 162. October 15th high 166. We make stop

163. Stop caught. We go short 2000 at 163. October 26th low 159-1/8. We make stop 162-1/8. Stop was caught, and we buy 2000 at 162-1/8 and later buy 1000 at 167. November 16th high 172 $\frac{1}{2}$ and we make stop 169 $\frac{1}{2}$. Stop was caught and we go short 2 000 at 169 $\frac{1}{2}$. Later sell 1000 at 164 $\frac{1}{2}$, 500 at 159 $\frac{1}{2}$ and 300 at 154 $\frac{1}{2}$. December 17th low 149 $\frac{3}{4}$ and December 8th low was 150 $\frac{1}{4}$. Also note August 23rd and 28th lows were 149 $\frac{1}{2}$ and 150 $\frac{1}{2}$. These bottoms give us an indication to cover shorts around 150 and buy; besides from the last low of 132-3/8 on June 25th to the high 172 $\frac{1}{2}$ on November 16th made 1/2 point at 152 $\frac{1}{2}$ and 3 point stop was never caught. After low of 119 $\frac{1}{4}$ on December 17th, we made stop 152 $\frac{3}{4}$. Stop was caught, and we buy 2000 at 152 $\frac{3}{4}$. Later buy 1000 at 157 $\frac{1}{4}$, 500 at 162 $\frac{3}{4}$, 300 at 167 $\frac{3}{4}$, 200 at 172 $\frac{3}{4}$ and 100 at 177 $\frac{3}{4}$.

1929

On January 22, 1929, high 190 $\frac{1}{4}$. We make stop 187 $\frac{1}{4}$. Stop caught. We go short 2000 at 187 $\frac{1}{4}$. January 24th low 183 $\frac{3}{4}$. We make stop 187 $\frac{1}{2}$. Stop caught. We buy 2000 at 187 $\frac{1}{2}$. January 25th high 192 $\frac{3}{4}$. We make stop 189 $\frac{3}{4}$. Stop was caught, and we sell 2000 at 189 $\frac{3}{4}$. January 30th low 179 $\frac{1}{2}$. We make stop 182 $\frac{1}{2}$. Stop was caught. We buy 2000 at 182 $\frac{1}{2}$. February 2nd high 188. Make stop 185. Stop caught. We go short 2000 at 185, and later sell 1000 at 180. February 8th low 171-1/8. Make stop 174-1/8. Stop caught. We buy 2000 at 174-1/8. February 13th high 180. We make stop 177. Stop caught. We sell 2000 at 177 and later sell 1000 at 172. February 16th low 168 $\frac{1}{4}$. We make stop 171 $\frac{1}{4}$. Stop was caught, and we buy 2000 at 171 $\frac{1}{4}$. Later we buy 1000 at 176 $\frac{1}{4}$, 500 at 181 $\frac{1}{4}$, 300 at 186 $\frac{1}{4}$ and 300 at 190 $\frac{1}{4}$. March 1st high 193 $\frac{3}{4}$. We make stop at 190 $\frac{3}{4}$. Stop caught.

We go short 2000 at 190 $\frac{3}{4}$ and sell 1000 at 185 $\frac{3}{4}$. March 6th low 180 $\frac{1}{2}$. We make stop 183 $\frac{1}{2}$. Stop was caught and we buy 2000 at 183 $\frac{1}{2}$. March 8th high 187 $\frac{1}{4}$. We make stop 184 $\frac{1}{4}$. Stop was caught, and we go short 2000 at 184 $\frac{1}{4}$. March 11th low 180 $\frac{1}{2}$, same low as March 6th. We make stop 183 $\frac{1}{2}$. Stop was caught and we buy 2000 at 184 $\frac{1}{4}$. March 28th high 183 $\frac{3}{4}$. Make stop 180 $\frac{3}{4}$. Stop caught.

We go short 2000 at 180 $\frac{3}{4}$. April 1st low 176 $\frac{1}{4}$. We make stop 179 $\frac{1}{4}$. Stop caught. We buy 2,000 at 179 $\frac{1}{4}$ and later buy 1000 at 184 $\frac{1}{4}$. April 5th high 189. We make stop 186. Stop caught. We go short 2000 at 186. April 9th and 17th low 183 $\frac{3}{4}$. Make stop 186 $\frac{3}{4}$. Stop caught. We buy 2000 at 186 $\frac{3}{4}$. April 30th high 190 $\frac{1}{2}$. We make stop 187 $\frac{1}{2}$. Stop caught. We go short 2000 at 187 $\frac{1}{2}$. Later sell 1000 at 182 $\frac{1}{2}$, 500 at 177 $\frac{1}{2}$, 300 at 172 $\frac{1}{2}$ and 200 at 167 $\frac{1}{2}$. May 31st low 162 $\frac{1}{2}$. We make stop 165 $\frac{1}{2}$. Stop was caught, and we buy 2000 at 165 $\frac{1}{2}$. Later buy 1000 at 170 $\frac{1}{2}$, 500 at 175 $\frac{1}{2}$, 300 at 180 $\frac{1}{2}$, 200 at 185 $\frac{1}{2}$, 100 at 190 $\frac{1}{2}$.

In the early part of July, the stock crosses 194, the highest in history, and not having broken an overnight bottom since the low of 162 $\frac{1}{2}$ shows strong up trend. As we have 30 points' profit in the first purchase at 165 $\frac{1}{2}$, we start a new pyramid and buy 2000 more at 195 $\frac{1}{2}$. Buy 1000 at 200 $\frac{1}{2}$. July 11th low 197 $\frac{1}{2}$. We raise stop on

all purchases to 196 $\frac{1}{2}$. The advance continues, and we buy 1000 more at 205 $\frac{1}{2}$. July 20th and 24th high 209 $\frac{3}{4}$ and 210. July 22nd, 24th and 29th made lows at 204 $\frac{1}{2}$. We raise stops on all trades to 203 $\frac{1}{2}$. Stops were not caught. We buy 500 more at 210 $\frac{1}{2}$, 300 at 215 $\frac{1}{2}$, 200 at 220 $\frac{1}{2}$, and 100 at 225 $\frac{1}{2}$. August 9th, the last low was 213 $\frac{1}{2}$. We raise stops on all trades to 212 $\frac{1}{2}$. The advance continues with no change in trend on the Overnight Chart. August 14th high 245. August 15th low 235-5/8. We raise stop on all trades to 234-5/8. August 19th low 237-5/8. We raise all stops to 236-5/8.

The rule to follow when you have big profits on a double pyramid is, do no guessing; wait until the Overnight Chart closes your trades by catching a stop one point under a previous low or follow up with a stop 10 points under each day's high level. This rule is to be applied only in active fast markets. For example, from August 14th high to August 15th low there was decline of 9-3/8 points. Therefore, 10 points from the next extreme high level would indicate that the trend was getting ready to turn down.

August 24th high 260 $\frac{1}{2}$. August 29th low 251 $\frac{1}{2}$, just 9 points' decline, and would not catch a 10 point stop. We raise all stops to 250 $\frac{1}{2}$. September 3rd high 2 61 $\frac{3}{4}$, and a stop 10 points down would be 251 $\frac{3}{4}$. We sell out all long stock at 251 $\frac{3}{4}$.

The following statement covers all trades from March, 1928 to Sept. 5, 1929:

	<u>DEBIT</u>	<u>CREDIT</u>
March, 1928 balance brought forward		\$1,634,177.50
Bought 2000 at 140 $\frac{1}{2}$ closed at 149		17,000
Bought 1000 " 144 $\frac{1}{2}$ " 149		4,500
Bought 500 " 149 $\frac{1}{2}$ " 149	250	
Sold 2000 " 149 " 148		2,000
Bought 2000 " 148 " 141	14,000	
Sold 2000 " 141 " 148	14,000	
Bought 2000 " 148 " 147 $\frac{3}{4}$	500	
Sold 2000 " 147 $\frac{3}{4}$ " 137 $\frac{1}{4}$		21,000
Sold 1000 " 142 $\frac{1}{2}$ " 137 $\frac{1}{4}$		5,500
Sold 500 " 137 $\frac{3}{4}$ " 137 $\frac{1}{4}$		250
Bought 2000 " 137 $\frac{1}{4}$ " 139		3,500
Sold 2000 " 139 " 137		4,000
Bought 2000 " 137 " 157-3/8		40,750
Bought 1000 " 142 " 157-3/8		15,375
Bought 500 " 147 " 157-3/8		5,187.50
Bought 300 " 152 " 157-3/8		1,612.50
Sold 2000 " 157-3/8 " 158	1,250	
Bought 2000 " 158 " 163		10,000.
Bought 1000 " 162 " 163		1,000
Sold 2000 " 163 " 162-1/8		1,750
Bought 2000 " 162-1/8 " 169 $\frac{1}{2}$		14,750
Bought 1000 " 167 " 169 $\frac{1}{2}$		2,500
Sold 2000 " 169 $\frac{1}{2}$ " 152 $\frac{3}{4}$		33,500

		<u>DEBIT</u>	CREDIT
Sold 1000 at 164 $\frac{1}{2}$	closed at 152 $\frac{3}{4}$		11,750
Sold 500 " 159 $\frac{3}{4}$	" " 152 $\frac{3}{4}$		3,375
Sold 300 " 154 $\frac{1}{2}$	" " 152 $\frac{3}{4}$		525
Bought 2000" 152 $\frac{3}{4}$	" " 187 $\frac{1}{4}$		69,000
Bought 1000 " 157 $\frac{1}{4}$	" " 187 $\frac{1}{4}$		29,500
Bought 500 " 162 $\frac{3}{4}$	" " 187 $\frac{1}{4}$		12,250
Bought 300 " 167 $\frac{3}{4}$	" " 187 $\frac{1}{4}$		5,850
Bought 200 " 172 $\frac{3}{4}$	" " 187 $\frac{1}{4}$		2,900
Bought 100 " 177 $\frac{3}{4}$	" " 187 $\frac{1}{4}$		950
Sold 2000 " 187 $\frac{1}{4}$	" " 187 $\frac{1}{4}$	500	
Bought 2000 " 187 $\frac{1}{4}$	" " 189 $\frac{1}{4}$		4,500
Sold 2000 " 189 $\frac{1}{4}$	" " 182 $\frac{1}{2}$		24,500
Bought 2000 " 182 $\frac{1}{2}$	" " 185		5,000
Sold 2000 " 185	" " 174 $\frac{1}{4}$		21,500
Sold 1000 " 180	" " 174 $\frac{1}{4}$		5,750
Bought 2000 " 174-1/8	" " 177		5,750
Sold 2000 " 177	" " 171 $\frac{1}{4}$		11,500
Sold 1000 " 172	" " 171 $\frac{1}{4}$		750
Bought 2000 " 171 $\frac{1}{4}$	" " 190 $\frac{3}{4}$		39,000
" 1000 " 176 $\frac{1}{4}$	" " 190 $\frac{3}{4}$		14,500
" 500 " 181 $\frac{1}{4}$	" " 190 $\frac{3}{4}$		4,750
" 300 " 186 $\frac{1}{4}$	" " 190 $\frac{3}{4}$		1,350
" 300 " 191 $\frac{1}{4}$	" " 190 $\frac{3}{4}$	150	
Sold 2000 " 190 $\frac{3}{4}$	" " 183 $\frac{1}{2}$		14,500
" 1000 " 185 $\frac{1}{2}$	" " 183 $\frac{1}{2}$		2,250
Bought 2000 " 183 $\frac{1}{2}$	" " 184 $\frac{1}{4}$		1,500
Sold 2000 " 184 $\frac{1}{4}$	" " 183 $\frac{1}{2}$		1,500
Bought 2000 " 183 $\frac{1}{2}$	" " 187 $\frac{1}{4}$		8,500
" 1000 " 188 $\frac{1}{4}$	" " 187 $\frac{1}{4}$	750	
Sold 2000 " 187 $\frac{1}{4}$	" " 174 $\frac{1}{2}$		26,500
Sold 1000 " 182 $\frac{1}{2}$	" " 174 $\frac{1}{2}$		8,250
Sold 500 " 177 $\frac{1}{2}$	" " 174 $\frac{1}{2}$		1,750
" 300 " 172 $\frac{1}{2}$	" " 174 $\frac{1}{2}$	525	
Bought 2000 " 174 $\frac{1}{2}$	" " 180 $\frac{1}{4}$		12,500
Sold 2000 " 180 $\frac{1}{4}$	" " 179 $\frac{1}{4}$		2,500
Bought 2000 " 179 $\frac{1}{4}$	" " 186		13,500
" 2000 " 184 $\frac{1}{4}$	" " 186		1,750
Sold 2000 " 186	" " 186 $\frac{1}{2}$	1,500	
Bought 2000 " 186 $\frac{1}{2}$	" " 187 $\frac{1}{2}$		1,500
Sold 2000 " 187 $\frac{1}{2}$	" " 165 $\frac{1}{2}$		4,400
" 1000 " 182 $\frac{1}{2}$	" " 165 $\frac{1}{2}$		17,000
" 500 " 177 $\frac{1}{2}$	" " 165 $\frac{1}{2}$		6,000
" 300 " 172 $\frac{1}{2}$	" " 165 $\frac{1}{2}$		2,100
" 200 " 167 $\frac{1}{2}$	" " 165 $\frac{1}{2}$		400
Bought 2000 " 165 $\frac{1}{2}$	" " 251 $\frac{1}{4}$		172,500
" 1000 " 170 $\frac{1}{2}$	" " 251 $\frac{1}{4}$		81,500
" 500 " 175 $\frac{1}{2}$	" " 251 $\frac{1}{4}$		38,125
" 300 " 180 $\frac{1}{2}$	" " 251 $\frac{1}{4}$		21,375
" 200 " 185 $\frac{1}{2}$	" " 251 $\frac{1}{4}$		13,250
" 100 " 190 $\frac{1}{2}$	" " 251 $\frac{1}{4}$		6,150
" 2000 " 195 $\frac{1}{2}$	" " 251 $\frac{1}{4}$		113,500
" 1000 " 200 $\frac{1}{2}$	" " 251 $\frac{1}{4}$		51,250
" 1000 " 205 $\frac{1}{2}$	" " 251 $\frac{1}{4}$		46,250
" 500 " 210 $\frac{1}{2}$	" " 251 $\frac{1}{4}$		20,625
" 300 " 215 $\frac{1}{2}$	" " 251 $\frac{1}{4}$		10,875

		<u>DEBITS</u>	<u>CREDITS</u>
Bought 200 at 220 $\frac{1}{2}$	closed at 251 $\frac{3}{4}$		6,250
Bought 100 " 225 $\frac{1}{2}$	" " 251 $\frac{3}{4}$		2,625
		<u>\$35,425</u>	<u>\$2,833,577.50</u>
	Commissions	<u>24,700</u>	<u>58,125.00</u>
	Net Credit		<u>\$2,775,452.50</u>

Now that we have a total capital of \$2,775,452.50, we can be ultra conservative and increase trading unit to 5000 shares. We sell 5000 short at 251 $\frac{3}{4}$. September 5th low 245 $\frac{3}{4}$. We make stop 248 $\frac{3}{4}$. Stop was caught, and we buy 5000 at 248 $\frac{3}{4}$. August 7th high 252 $\frac{1}{2}$. We make stop 249 $\frac{1}{2}$. Stop was caught, and we sell short 5000 at 249 $\frac{1}{2}$. Later we sell 3000 at 244 $\frac{1}{2}$ and 2000 at 239 $\frac{1}{2}$. September 10th low 238. September 11th high 243 $\frac{1}{4}$. We make stop on all trades 244 $\frac{1}{4}$. September 13th and 15th low 230 $\frac{1}{2}$. We reduce stop to 233 $\frac{1}{2}$. Stop caught. We buy 5000 at 233 $\frac{1}{2}$, with stop 229 $\frac{1}{2}$ and then buy 3000 at 238 $\frac{1}{2}$ and 2000 at 243 $\frac{1}{2}$. September 19th high 247 $\frac{1}{2}$. We raise all stops to 244 $\frac{1}{2}$. Stops caught. We go short 5000 at 244 $\frac{1}{2}$ and 3000 at 239 $\frac{1}{2}$. September 21st low 232. We make stops at 235. Stops caught.

We buy 5000 at 235 and 3000 at 240. September 24th high 241 $\frac{3}{4}$. We make stop at 238 $\frac{3}{4}$. Stops caught. We go short 5000 at 238 $\frac{3}{4}$ and later sell 3000 at 233 $\frac{3}{4}$, 2000 at 228 $\frac{3}{4}$, 1000 at 223 $\frac{3}{4}$, 500 at 218 $\frac{3}{4}$, 300 at 213 $\frac{3}{4}$ and 200 at 208 $\frac{3}{4}$. October 4th low 206 $\frac{1}{2}$. We figure from the low of 149 $\frac{3}{4}$ in December, 1928 to the high of 261 $\frac{3}{4}$ and get 1/2 point at 205 $\frac{3}{4}$, but we are in a panic, so we follow down with stop 3 points above the low or at 209 $\frac{1}{2}$. Stop is caught, and we buy 5000 at 209 $\frac{1}{2}$ and later buy 3000 at 214 $\frac{1}{2}$, 2000 at 219 $\frac{1}{2}$, 1000 at 22 and 500 at 229 $\frac{1}{2}$. October 10th high 234, same high as September 26th. We figure from 261 $\frac{3}{4}$ high to 206 $\frac{1}{2}$ low and get 234-1/8, the 1/2 point. We sell out at 233 and go short 5000 with stop 235-1/8. Then sell 3000 at 230-1/8, 2000 at 225-1/8, 1000 at 220-1/8, 500 at 215-1/8, and 300 at 210-1/8. December 21st low 205, just under the 1/2 point. Also note July 22nd, 24th and 29th lows, 204 $\frac{1}{2}$, showing a strong resistance point, where we should cover shorts, but we reduce stops to 208. Stop caught. We buy 5000 at 208 and later buy 3000 at 213 and 2000 at 218. October 22nd high 218 $\frac{1}{2}$. We raise all stops to 215 $\frac{1}{2}$. Stops caught.

We go short 5000 at 215 $\frac{1}{2}$. Later sell 3000 at 210 $\frac{1}{2}$ and 2000 at 204, when 1/2 point and bottoms are broken, and sell 1000 at 199, and 500 at 194. October 24th low 193 $\frac{1}{2}$. As this is a panic day, we pull stops down 5 points from the low. This covers shorts at 198 $\frac{1}{2}$, and we buy 5000 at 198 $\frac{1}{2}$. October 25th high 207. We know the 1/2 point is 205 $\frac{3}{4}$, so we sell out at 205 and go short 5000 at 205 with stop at 208. Later we sell 3000 at 200, 2000 at 195, 1000 at 190, 500 at 185, 300 at 180, 200 at 175 and 100 at 170. October 29th, the great panic, Steel declines to 166 $\frac{1}{2}$. We must cover or follow down with stop 5 points from the low, so stop at 171 $\frac{1}{2}$ is caught, and

we buy 5000 at $171\frac{1}{2}$, 3000 at $176\frac{1}{2}$ and 2000 at $181\frac{1}{2}$. October 31st high $193\frac{1}{2}$. We raise stop to $188\frac{1}{2}$. Stop caught. We go short 5000 at $188\frac{1}{2}$. Then sell 3000 at $183\frac{1}{2}$, 2000 at $178\frac{1}{2}$, 1000 at $173\frac{1}{2}$, and 500 at $168\frac{1}{2}$. November 7th low $161\frac{1}{2}$. We reduce stop to $166\frac{1}{2}$. Stop caught. We buy 5000 at $166\frac{1}{2}$ and we buy 3000 at $171\frac{1}{2}$. November 8th high $175\frac{1}{2}$. We make all stops $170\frac{1}{2}$. Stops caught. We go short 5000 at $170\frac{1}{2}$. Then sell 3000 at $165\frac{1}{2}$, 2000 at $160\frac{1}{2}$ and 1000 at $155\frac{1}{2}$.

Here we figure from low 38, February 1, 1915, to high $261\frac{1}{2}$. and find 1/2 point $149-7/8$. We also know the move started from $149\frac{3}{4}$ on December 17, 1928. Therefore, 150 is the strongest support level. On November 13th U. S Steel sells at 150, but we do not wait for the last 1/8th. We cover all shorts at 151 and buy 5000 with stop at $148\frac{3}{4}$. Later we buy 3000 at 156 and 2000 at 161. November 15th high $167\frac{1}{2}$. We make stop $164\frac{1}{2}$. Stop is caught, and we go short 5000 at $164\frac{1}{2}$. December 18th low $159-5/8$. We make stop $162-5/8$. Stop caught. We buy 5000 at $162-5/8$. Then buy 3000 at $167-5/8$. November 21st high $171-7/8$. We make stop $168-7/8$. Stop caught. We go short 5000 at $168-7/8$. Then sell 3000 at $163-7/8$. December 2nd low $159\frac{1}{2}$, only 3/8 under low of November 18th. We make stop $162\frac{1}{2}$. Stop caught. We buy 5000 at $162\frac{1}{2}$ and later buy 3000 at $167\frac{1}{2}$. December 5th low $164\frac{1}{2}$. We make all stops $163\frac{1}{2}$. Later we buy 2000 at $172\frac{1}{4}$, 1000 at $177\frac{1}{4}$, 500 at $182\frac{1}{4}$ and 300 at $187\frac{1}{4}$. December 9th high 189. We make stop 186. Stop caught. We go short 5000 at 186. Then sell 3000 at 181, 2000 at 176, 1000 at 171, and 500 at 166. December 13th low $164\frac{1}{2}$, same low as December 5th. We make stop $167\frac{1}{2}$. Stops caught. We buy 5000 at $167\frac{1}{2}$. Then buy 3000 at $172\frac{1}{4}$. December 14th high $174\frac{3}{4}$. We make stop $171\frac{1}{4}$. Stops caught.

We sell 5000 at $171\frac{3}{4}$. Later sell 3000 at $166\frac{3}{4}$. December 17th low $166\frac{1}{4}$. We make stop $169\frac{1}{4}$. Stops caught. We buy 5000 at $169\frac{1}{4}$. December 18th high $173\frac{1}{2}$. We make stop $170\frac{1}{2}$. Stop caught. We sell short 5000 at $170\frac{1}{2}$. Later sell 3000 at $165\frac{1}{2}$. Sell 2000 at $160\frac{1}{2}$. December 23rd low $156\frac{3}{4}$. We make stop $159\frac{3}{4}$. Stop caught. We buy 5000 at $159\frac{3}{4}$. Later we buy 3000 at $163\frac{3}{4}$. December 29th low $163-5/8$. We make all stops $162-5/8$. Later we buy 2000 at $169-3/4$.

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January 2nd high $173-5/8$. Low same day 166. We make all stops 165. The price of $166-1/8$ is the 1/2 point from $70\frac{1}{2}$, low of June 23rd, 1921, and the extreme high $261\frac{1}{2}$. Therefore, a strong support and buying level. January 13th low $168-5/8$. We make all stops $167-5/8$, because since January 2nd the Overnight Chart has made lower tops. January 18th low $167\frac{1}{4}$. Stops are caught at $167-5/8$, and we go short 5000 at $167-5/8$, with stop at $170-5/8$. Stop caught, and we buy 5000 at $170-5/8$. We buy 3000 at $175-5/8$, 2000 at $180-5/8$ and 1000 at $185-5/8$. February 14th high 189, same as December 9th high. February 17th low $184\frac{1}{2}$. We make all stops $183\frac{1}{2}$. February 18th high $189\frac{1}{2}$. We raise stop to $186\frac{1}{2}$. Stops caught. We go short 5000 at $186\frac{1}{2}$ with stop 190. Later we sell 3000 at $181\frac{1}{2}$. February 25th low 177. We make all stops 180. Stops caught. We buy 5000 at 180. March 1st and 7th high 184. We make stop 181. Stop caught

The following statement covers trades from September, 1929 to March 1930:-

			<u>DEBIT</u>	<u>CREDIT</u>
		September, 1929		\$2,775,452.50
Sold	5000	at 251-3/4	closed at 248-3/4	15,000
Bought	5000	" 248-3/4	" 249½	3,750
Sold	5000	" 249½	" 233½	80,000
"	3000	" 244½	" 233½	33,000
"	2000	" 239½	" 233½	12,000
Bought	5000	" 233½	" 244½	55,000
"	3000	" 238½	" 244½	18,000
"	2000	" 243½	" 244½	2,000
Sold	5000	" 244½	" 235	47,500
"	3000	" 239½	" 235	13,500
Bought	5000	" 235	" 238-3/4	18,750
"	3000	" 240	" 238-3/4	\$1,250
Sold	5000	" 238-3/4	" 209½	146,250
"	3000	" 233-3/4	" 209½	72,750
"	2000	" 228-3/4	" 209½	38,500
"	1000	" 223-3/4	" 209½	14,250
"	500	" 218-3/4	" 209½	4,625
"	300	" 213-3/4	" 209½	1,275
"	200	" 208-3/4	" 209½	150
Bought	5000	" 209½	" 233	117,500
"	3000	" 214½	" 233	55,500
"	2000	" 219½	" 233	27,000
"	1000	" 224½	" 233	8,500
"	500	" 229½	" 233	1,750
Sold	5000	" 233	" 208	125,000
"	3000	" 230-1/8	" 208	68,375
"	2000	" 225-1/8	" 208	34,250
"	1000	" 220-1/8	" 208	12,125
"	500	" 215-1/8	" 208	3,562.50
"	300	" 210-1/8	" 208	637.50
Bought	5000	" 208	" 215½	37,500
"	3000	" 213	" 215½	7,500
"	2000	" 218	" 215½	5,000
Sold	5000	" 215½	" 198½	85,000
"	3000	" 210½	" 198½	36,000
"	2000	" 204	" 198½	11,000
"	1000	" 100	" 198½	500
"	500	" 194	" 198½	2,250
Bought	5000	" 198½	" 205	32,500
Sold	5000	" 205	" 171½	167,500
"	3000	" 200	" 171½	85,500
"	2000	" 195	" 171½	47,000
"	1000	" 190	" 171½	18,500
"	500	" 185	" 171½	6,750
"	300	" 180	" 171½	2,550
"	200	" 175	" 171½	700
"	100	" 170	" 171½	150

			<u>DEBIT</u>	<u>CREDIT</u>
Bought	5000	at 171 $\frac{1}{2}$		\$85,000
"	3000	" 176 $\frac{1}{2}$	" " 188 $\frac{1}{2}$	36,000
"	2000	" 181 $\frac{1}{2}$	" " 188 $\frac{1}{2}$	14,000
Sold	5000	" 188 $\frac{1}{2}$	" " 166 $\frac{1}{2}$	110,000
"	3000	" 183 $\frac{1}{2}$	" " 166 $\frac{1}{2}$	51,000
"	2000	" 178 $\frac{1}{2}$	" " 166 $\frac{1}{2}$	24,000
"	1000	" 173 $\frac{1}{2}$	" " 166 $\frac{1}{2}$	7,000
"	500	" 168 $\frac{1}{2}$	" " 166 $\frac{1}{2}$	1,000
Bought	5000	" 166 $\frac{1}{2}$	" " 170 $\frac{1}{2}$	20,000
"	3000	" 171 $\frac{1}{2}$	" " 170 $\frac{1}{2}$	\$3,000
Sold	5000	" 170 $\frac{1}{2}$	" " 151	97,500
"	3000	" 165 $\frac{1}{2}$	" " 151	43,500
"	2000	" 160 $\frac{1}{2}$	" " 151	19,000
"	1000	" 155 $\frac{1}{2}$	" " 151	4,500
Bought	5000	" 151	" " 164 $\frac{1}{2}$	67,500
"	3000	" 156	" " 164 $\frac{1}{2}$	25,500
"	2000	" 161	" " 164 $\frac{1}{2}$	7,000
Sold	5000	" 164 $\frac{1}{2}$	" " 162-5/8	9,375
Bought	5000	" 162-5/8	" " 168-7/8	31,250
"	3000	" 167-5/8	" " 168-7/8	3,750
Sold	5000	" 168-7/8	" " 162 $\frac{1}{4}$	33,125
"	3000	" 163-7/8	" " 162 $\frac{1}{4}$	4,875
Bought	5000	" 162 $\frac{1}{4}$	" " 186	118,750
"	3000	" 167 $\frac{1}{4}$	" " 186	56,250
"	2000	" 172 $\frac{1}{4}$	" " 186	27,500
"	1000	" 177 $\frac{1}{4}$	" " 186	8,750
"	500	" 182 $\frac{1}{4}$	" " 186	1,875
"	300	" 187 $\frac{1}{4}$	" " 186	375
Sold	5000	" 186	" " 167 $\frac{1}{4}$	93,750
"	3000	" 181	" " 167 $\frac{1}{4}$	41,250
"	2000	" 176	" " 167 $\frac{1}{2}$	17,500
"	1000	" 171	" " 167 $\frac{1}{2}$	3,750
"	500	" 166	" " 167 $\frac{1}{2}$	625
Bought	5000	" 167 $\frac{1}{4}$	" " 171-3/4	22,500
"	3000	" 172 $\frac{1}{4}$	" " 171-3/4	1,500
Sold	5000	" 171-3/4	" " 169 $\frac{1}{4}$	12,500
"	3000	" 166-3/4	" " 169 $\frac{1}{4}$	7,500
Bought	5000	" 169 $\frac{1}{4}$	" " 170 $\frac{1}{2}$	6,250
Sold	5000	" 170 $\frac{1}{2}$	" " 159-3/4	52,500
"	3000	" 165 $\frac{1}{2}$	" " 158-3/4	17,250
"	2000	" 160 $\frac{1}{2}$	" " 159-3/4	1,500
Bought	5000	" 159-3/4	" " 167-5/8	39,375
"	3000	" 164-3/4	" " 167-5/8	8,625
"	2000	" 169-3/4	" " 167-5/8	4,250
Sold	5000	" 167-5/8	" " 170-5/8	15,000
Bought	5000	" 170-5/8	" " 186 $\frac{1}{2}$	79,375
"	3000	" 175-5/8	" " 186 $\frac{1}{2}$	32,625
"	2000	" 180-5/8	" " 186 $\frac{1}{2}$	11,750
"	1000	" 185-5/8	" " 186 $\frac{1}{2}$	875
Sold	5000	" 186 $\frac{1}{2}$	" " 180	32,500
"	3000	" 181 $\frac{1}{2}$	" " 180	4,500
Bought	5000	" 180	" " 181	5,000

We go short }
5000 at 181)

Commissions
Net Profit

\$41,050 \$5,733,677.
71,175 112,225.
\$5,621,452.

We go short 5000 at 181. March 13th low $177\frac{3}{4}$. March 11th and 14th high $182\frac{1}{2}$. We make stop $183\frac{1}{2}$. Stop caught. We buy 5000 at $183\frac{1}{2}$. Later buy 3000 at $188\frac{1}{2}$ and 2000 at $193\frac{1}{2}$. April 1st, 7th 10th and 16th, highs $198\frac{3}{4}$ to 197, but extreme high $198\frac{1}{4}$. The last low on April 3rd was $192\frac{1}{4}$. We make stops at $191\frac{1}{2}$. Stops caught. We go short 5000 at $191\frac{3}{4}$. Later we sell 3000 at $186\frac{3}{4}$, 2000 at $181\frac{1}{4}$, 1000 at $176\frac{1}{4}$ and 500 at $171\frac{3}{4}$.

May 5th low $166\frac{1}{4}$. We cover shorts and buy 5000 at 167, because $166\frac{1}{8}$ is the $\frac{1}{2}$ point from $192\frac{1}{2}$ low to $192\frac{3}{4}$ high and because low on January 2nd, 1930 was 166. We protect purchases with stop at 165. Later we buy 3000 at 172. May 6th high 175. We figure $174\frac{3}{8}$ the $\frac{1}{2}$ point from 150 to $198\frac{3}{4}$. Therefore, we sell out longs at 174 and go short 5000 at 174 with stop at 176. Then sell 3000 at 169. May 8th low $165\frac{3}{4}$. We cover shorts at $166\frac{1}{2}$ and buy 5000 at $166\frac{1}{2}$, with stop at 165. Later we buy 3000 at $171\frac{1}{2}$. May 14th high $175\frac{3}{8}$. We again sell out longs at 174 and go short 5000 at 174 with stop at 176. Later we sell 3000 at 169. May 20th low $166\frac{1}{4}$. We again cover shorts and buy 5000 at $166\frac{1}{2}$, with stop at 165. Later buy 3000 at $171\frac{1}{2}$. May 28th high 175. We sell out longs at 174 and sell 5000 short at 174 with stop at 176. Later we sell 3000 at 169.

June 7th, U. S. Steel sells at 166. We cover shorts at $166\frac{1}{2}$ and buy 5000 at $166\frac{1}{2}$ with stop at 165. Stop was caught same day and we go short 5000 at 165. Steel declines to 164 on June 7th. We can now make stop 167 or wait until the Overnight makes a turn, then place a stop 1 point above the top from which the Overnight Chart turns down again or follow down with a stop loss order 3 points above the low of each day.

The following statement covers trades from March, 1930 to June 7th, 1930, inclusive:-

			<u>DEBIT</u>	<u>CREDIT</u>
Sold	5000	at 181	Balance closed	Forward at 183½ \$5,621,452
Bought	5000	" 183½	" "	\$12,500
"	3000	" 188½	" "	41,250
"	2000	" 193½	" "	9,750
Sold	5000	" 191-3/4	" "	123,750
"	3000	" 186-3/4	" "	59,250
"	2000	" 181-3/4	" "	29,500
"	1000	" 176-3/4	" "	9,750
"	500	" 171-3/4	" "	2,375
Bought	5000	" 167	" "	35,000
"	3000	" 172	" "	6,000
Sold	5000	" 174	" "	37,500
"	3000	" 169	" "	7,500
Bought	5000	" 166½	" "	37,500
"	3000	" 171½	" "	7,500
Sold	5000	" 174	" "	37,500
"	3000	" 169	" "	7,500
Bought	5000	" 166½	" "	37,500
"	3000	" 171½	" "	7,500
Sold	5000	" 174	" "	37,500
"	3000	" 169	" "	7,500
Bought	5000	" 166½	" "	37,500
<hr/>				
			7,500	
			\$23,500	\$6,163,077
		Commissions	19,875	43,375
		Net Credit		\$6,119,702.
<hr/>				
Error March 10, 1927 to June 7, 1930				
509,600 shares at \$25 per 100 should				
be \$50 per 100 round turn..... \$127,403				
Tax at \$4.00 per 100 shares not figured				
on 869,700 shares..... 34,788 102,191.				
<hr/>				
TOTAL NET PROFITS..... \$5,957,511.				

June 7th, 1930

with 5000 shares short at 165.

June 11 low 160 $\frac{1}{2}$; June 13 high 166. We make stop on shorts at 167. June 16 we sell 3000 at 161. June 18 low 155. We make stop on all trades at 158. Stop caught. We buy 5000 at 158. June 20 high 162 $\frac{1}{4}$. We make stop 159 $\frac{1}{4}$. Stop caught. We go short 5000 at 159 $\frac{1}{4}$. June 25 low 151-5/8. We reduce stop to 154-5/8. Stop caught. We buy 5000 at 154-5/8. We could have bought at 152 with stop at 149 because 150 is 1/2 point from 1914 to 1929.

June 27 low 153 $\frac{1}{2}$. We make stop 153. June 30 Steel crossed 157 $\frac{1}{2}$, the tops of June 24 and 26 and for the first time since June 28 makes a higher top on the Overnight Chart. For this reason we buy 3000 more at 157 $\frac{1}{2}$ and make stop on all trades at 154.

On June 30, 1930 the account stands:

		Profit
Sold	5000 at 165 closed at 158	\$35,000
"	3000 " 161 " 158	9,000
Bought	5000 " 158 " 159 $\frac{1}{4}$	6,250
Sold	5000 " 159 $\frac{1}{4}$ " 154-5/8	<u>23,125</u>
		\$73,375
	Less Commissions & Taxes	<u>9,720</u>
		Net Profit
		\$63,655
	June 7 Capital	<u>5,957,511</u>
		\$6,021,166

with 5000 bought at 154-5/8 and stop on all trades at 154 and \$000 bought at 157 $\frac{1}{2}$.

July 1st high 161-3/8. We raise stop to 158-3/8 because last high on June 20 was 167 $\frac{1}{2}$ and failing to cross this level indicated lower. The stop was caught and we went short 5000 at 158-3/8.

July 8th low 153 $\frac{1}{2}$. Note low June 27th was 153 $\frac{1}{2}$, from which the Overnight turned up for the first time since May 28, when the stock sold at 175. We cover shorts and buy 5000 at 153 $\frac{1}{2}$ with stop at 152 $\frac{1}{2}$ because this was a double bottom same as June 27th..

July 9 high 158 $\frac{1}{4}$; July 10th low 155 $\frac{3}{4}$. We raise stop to 154 $\frac{3}{4}$.

On July 10, when Steel rallies to 158 $\frac{1}{2}$, we buy 3000 more at 158 $\frac{1}{2}$ and make stop on all trades 155 $\frac{3}{4}$.

July 14 high 163 $\frac{3}{4}$. We raise stops to 160 $\frac{3}{4}$ on 5 points from the high. We can either follow up with stop 1 point under each day's lowest or wait until the Overnight Chart makes a turn, then place stop 1 point under the Overnight bottom.

July 19 high $168\frac{3}{4}$. We sell out longs and go short 5000 at 168, because 169 is $\frac{3}{8}$ point from $198\frac{5}{8}$ to $151-5/8$. We make stop 170. July 21 low $162-5/8$. In view of the fact that the Overnight Chart still shows up, we note last low at $164\frac{1}{4}$ on July 18. We calculate the $1/2$ point from July 10th bottom, $155\frac{3}{4}$, to high at $168\frac{3}{4}$ and get $162\frac{1}{2}$ as the $1/2$ point, so we cover shorts and buy 5000 at 163 with stop at 161.

July 23 high $168\frac{3}{4}$. We sell out longs at 168 and go short July 25 low $164\frac{1}{4}$. We cover shorts and buy with stop at 162 or one point under the low of July 21. July 28 high 170. We sell out longs and go short. July 31 low 163. We cover shorts and buy at $163\frac{1}{2}$ with stop at 162, because 163 is Resistance Level.

August 5 high $170\frac{1}{4}$, a double top against July 28. We sell out longs at 170 and go short with stop at 171. Sell more at 165; then sell more at 160 because it has broken bottoms of July 21 and July 31.

The last Resistance Level on July 10 was $155\frac{3}{4}$. The stock declined to $155\frac{1}{2}$ on August 13. We cover shorts and buy at 156 with stop at $154\frac{3}{4}$. Then buy more at 161 where the Overnight Chart turned trend up. Steel advanced to $166\frac{5}{8}$ on August 16. August 18 reacted to $162\frac{3}{4}$ and resumed advance. We raise stop to $161\frac{3}{4}$. August 20 high $168\frac{1}{2}$. August 21 low $165\frac{5}{8}$. Make stop $164\frac{1}{4}$. August 27 and September 2nd high $172\frac{1}{4}$. September 4 low $167\frac{1}{4}$, still above main $1/2$ point, $166\frac{1}{4}$. We make stop 165. September 8 high $173\frac{1}{2}$. Note three tops, May 6, 14, and 28 at 175. The $1/2$ point is $174-3/8$. September 8 we sell out longs and go short at 173 with stop at 176. If it had crossed the 3 tops made in May, we would buy for long account.

September 16 declines and breaks low of September 4 and we sell more at 167; then sell more at 164, because it has again broken the main $1/2$ point, $166\frac{1}{4}$. September 27 sell more at 159. September 30 breaks 155, under bottoms of July 10 and August 13; then rallies and makes two tops on October 1 and October 3 at $160\frac{1}{2}$. We make stop $161\frac{1}{2}$. Then sell more at 155; then at 149 sell more, because it has broken the low of November 13, 1929, the big $1/2$ point.

October 10 and 14 low $144\frac{1}{2}$. We cover all shorts and buy with stop at 142. October 11 and 15 highs $151\frac{1}{2}$ and $152\frac{1}{2}$. We sell out and go short on 2nd top. October 18 we cover shorts and buy at 145 with stop at 143. Then buy more at 150. October 28 high 154, over last 2 tops. We make stop 151. Stop was caught and we go short. Later sell more at 146. Then when it breaks 4 bottoms, sell more at 143.

November 8, 10 and 12 made bottom. We cover shorts on stop at 143 and buy. Then buy more at 147. The next point to watch is 150, the $1/2$ point, where 4 tops were made November 15, 20, 21 and 25. Would sell out there and go short with stop at 151. Sell more at 145; then sell more at 140. Cover all shorts and buy for long account at 135, because this is the $1/2$ point between $8-3/8$ and $261\frac{3}{4}$, being half of the life fluctuation and the strongest point since 150.

It made double top December 18 and 20. We sell out longs and go short at 140. On December 29th it declines to $135\frac{3}{4}$. We cover shorts and buy because 135 is the 1/2 point. We buy a second lot at 141 and when it reacts on January 2nd we raise stop to 137. On January 7 and 9 it makes double top and we raise stop to 142, where again sell out and go short. On January 16 and 19 it makes double bottom at $138\frac{1}{2}$. This is also the 1/2 point between 134-3/8 and 145, therefore we cover shorts and buy at 139 and protect with stop at 137. On January 24 and 27 double tops and lower than January 9. We sell out longs at 143 and go short again. On February 5th we cover shorts and buy at 138 because it is the same bottom as was made on January 2 and 19th. We buy more at 143. On February 18 we sell out longs at 148 and go short because it is a double top and under the 1/2 point and also just under the tops made on November 15 to 25.

On February 17 it makes a double bottom just above the 1/2 point of the last move. We cover shorts and buy at 145. On February 26 the stock advances to $152\frac{1}{4}$, failing to get 3 points above the 1/2 point. We raise stop to 149. Stop is caught and we sell out longs and go short.

On March 4th the stock declines to $143\frac{1}{2}$, the 1/2 point between 134-3/8 and $152\frac{1}{4}$. We cover shorts at 144 and go long with stop 142. If the stocks crosses 152 and especially if it makes 153 it will be in a very strong position, and indicate much higher.